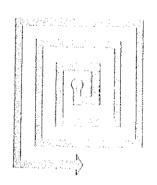
An Interindustry Analysis of

# GRAIN PRODUCTION AND PROCESSING

Implications of Expanding Markets



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### ABSTRACT

A 65-sector input-output model describing the U.S. economy in 1967 provides the basic framework for this study. Grain producing and processing industries are analyzed in terms of their output levels and input structures in interaction with each other and with other sectors of the economy. Results reveal that the grain sectors are significantly economically interdependent.

In addition, increases in certain final-demand markets are examined for their effect on the grain producing and processing sectors. Results indicate widely varying impacts on the output levels of the grain sectors.

Key words: Input-output analysis; Interindustrial structures, 1967; Grains; Impact analysis.

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### SUMMARY

U.S. industries that produce and process grain are highly interdependent with one another as well as with other sectors of the economy. For example, while about a third of the 1967 output of the wheat producing sector was distributed to final-demand markets, another third was distributed among several grain processing sectors. For every \$1 of wheat output, producers had to purchase an estimated 70 cents of input from other sectors, such as the livestock and livestock products, chemical, machinery, and transportation sectors. These sectors, in turn, required materials and services from other sectors to provide the input to wheat producers. Such requirements amounted to an estimated 72 cents for every \$1 of wheat produced.

Within the grain processing industry, output of the flour and rice milling sectors is distributed primarily to final-demand markets. But processors of prepared animal feeds are highly dependent on sales to intermediate users—only 20.7 percent of their total output was shipped directly to final-demand markets in 1967, while over two-thirds went to the livestock and livestock products sectors. For processors of prepared animal feeds to support an output level of \$5.3 billion in 1967, almost \$4.0 billion of inputs were directly purchased from other sectors of the economy. In addition, about \$4.8 billion of economic activity was further generated in economic sectors that did not supply direct inputs.

Similar direct and indirect economic activity generated by the various grain sectors was analyzed using traditional input-output methodology. A 65-sector input-output model describing the U.S. economy in 1967 provides the basic framework for the study. Grain producing and processing industries are analyzed in terms of their output levels and input structures in interaction with each other and with other sectors of the economy.

In addition, increases in certain final-demand markets are examined for their absolute and relative effects on output levels and resource use in the grain producing and processing sectors. The final markets considered are total output of livestock and livestock products and bakery products, and exports of wheat and rice.

The analysis indicated that if final-market demand for livestock and livestock products were 20 percent above the 1967 level, demand for corn would increase significantly. The livestock sector would directly require additional corn inputs of \$666 million and would further generate \$234 million of corn output to meet the needs of other sectors directly or indirectly supplying inputs to the livestock sector. Increases in the output of other grains would range from a total of \$2 million for rye producers to \$150 million for sorghum producers. For grain processors, the impact would also be significant. Producers

of prepared animal feeds would experience a total output adjustment of \$953 million, of which \$175 million represents direct inputs to the livestock sector and \$238 million represents indirect output generated. Compared with 1967 levels of oats and corn production, the relative effect of increased livestock consumption would be greater for oats producers than for corn producers. However, the value of total output adjustment for corn producers would be \$900 million, compared with only \$118 million for oats producers.

In general, expanding markets for grain and grain food products will lead to a number of changes in firms that produce, process, and market grain.

Industries that supply inputs to such firms also will be affected.

# AN INTERINDUSTRY ANALYSIS OF GRAIN PRODUCTION AND PROCESSING Implications of Expanding Markets

by

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### INTRODUCTION

The U.S. economy has become a highly complex and interrelated system of production and distribution. Each industry's level of output is dependent either directly or indirectly upon the output of other industries. For example, if an industry requires more chemicals to increase its output, additional inputs are required by the chemical industry to meet this increased demand. As a result, suppliers to the chemical industry must increase their production and this, in turn, places an increased demand on their suppliers. This successive chain of events continues to spread through additional sectors of the economy, slowly diminishing in intensity. The degree and diversity of interdependence among sectors is becoming more critical. Hence, investigating economic interaction among industries is important in assessing the dynamic nature of production and distribution.

Two groups of related industries, important to the economy as a whole and specifically to agriculture, are the food and feed grains industry group and the grain mill products industry group. 2/ Included in these groups are, respectively: (1) producers of wheat, rye, rice, corn, oats, barley, and sorghum, and (2) the flour milling, prepared animal feeds, blended and prepared flour, cereal preparations, wet corn milling, and rice milling industries. In 1967, sales of their products totaled over \$19 billion. In terms of national income, these industries contributed nearly \$6.5 billion as a result of their operations.

<sup>1/</sup> This report is an outgrowth of the authors' masters theses. Whitman M. Chandler, Jr., in his thesis submitted to The George Washington University, Washington, D.C., developed interindustry relationships for the grain producing sectors. Edward H. Glade, Jr., established parallel relationships for the grain processing sectors in his thesis submitted to the University of Maryland, College Park, Md.

<sup>2/</sup> In this study, the food and feed grains industry is defined to include part of Industry Group Oll and the grain mill products industry consists of Industry Group 204, as defined in the Standard Industrial Classification Manual, U.S. Bureau of the Budget, 1967.

This study employs input-output techniques to analyze economic interactions associated with these grain producing and processing sectors. Specifically, the objectives of the study are to:

- --Present a current (1967) interindustry transaction table, with emphasis on each grain producing and grain processing sector and its relationship with other sectors;
- --quantitatively measure the economic importance of grain producing and processing sectors by identifying and analyzing (1) their output flows and input requirements and (2) the direct and indirect effect that changes in their output have on the level of output of other sectors; and
- --analyze the effect of changes in demand for products of specified industries on output levels and resource use in grain production and processing.

# Methodology

The basic premise on which input-output analysis rests is that all productive activities in the economy can be divided into sectors whose inter-relations can be expressed by a set of input functions. A sector is a group of economic units that are homogeneous with regard to their principal activity. The number of sectors included in an input-output model depends primarily on the availability of comparable data.

Development of the input-output system requires the construction of three basic tables: A transaction table, a direct requirements table, and a total requirements table.

The transaction table is a matrix of the dollar value, in producer prices, of the flow of goods and services among the various sectors. 3/ Within this matrix, a row represents the distribution of goods and services of any one industry to other industries, while a column shows an industry's purchases from other industries. In addition to these interindustry transactions, value added (columns) and distribution to final demand (rows) are also shown.

After the transaction table has been constructed, the direct requirements table can be derived. Direct requirements are commonly referred to as technical or input coefficients and are defined as the amount of input an industry requires from particular industries to produce \$1 of output. Data requirements are computed by dividing each column entry in the transaction table by its

<sup>3/</sup> Producer prices are defined to include Federal, State, and local excise taxes collected and paid by the producers. They do not include the distribution costs which make up the difference between the price at the producer level and the price at the purchaser level. These costs appear as separate inputs from each distributive industry.

The direct requirements table does not, however, represent the total economic activity that results from additional sales to final demand. Such sales will lead to indirect as well as direct increases in the output of other sectors. Total requirements—direct and indirect—show the total expansion of output in all industries as a result of a \$1 delivery of output to final demand by each sector. The basic procedure for ascertaining these total requirements is the subtraction of the direct requirements matrix from an identity matrix. The resulting matrix is then inverted to produce the total requirements table.

Most input-output or interindustry studies, particularly at the national level, have aggregated sectors to include only major industry groups. Sectors identified in a transaction table include groupings of related industries. As the level of aggregation increases, product and process identity become more obscure. This reduces the usefulness of input-output analysis for studying the economic structure of individual industries. Moreover, past national input-output tables have provided only a limited opportunity to identify and analyze the interindustry structure of detailed sectors on a current basis because of the time involved in table construction and the reliance on census data.

A 1967 transaction table, developed at Clemson University, Clemson, S.C., was used in this study as a benchmark table. It is basically an updated version of the 1958 National Transaction Table of the U.S. Department of Commerce. In the Clemson work, some sectors in the Commerce table were aggregated and others were disaggregated, which resulted in a 56-sector table with 1958 data. The table was updated to 1967 by the use of sector price and quantity indexes for that year. Results were checked against published industrial data for 1967. 4/ For the present study, four sectors of the 1967 table were disaggregated—food grains, feed grains, grain mill products, and other agricultural products. The final disaggregated transaction table was a 65 x 65 matrix representing 65 industrial sectors. A complete listing of each sector is shown in appendix table 1, along with the sector composition in terms of Standard Industrial Classification (SIC) industry codes.

# Assumptions

Basic to the application of an input-output system to periods beyond the one for which it was developed are two general assumptions:

- (1) The physical structure of the economy does not change. This rules out the substitution of one input for another as a result of changes in technology and/or relative prices. It implies that inputs purchased by each producing sector are a function only of the level of output of that sector.
- (2) For any level of output, the technical or input coefficients remain constant. This assumption rules out changes in economies of scale. It states

<sup>4/</sup> For a complete discussion of the methods and procedures used in developing the base table, see Robert H. Elrod, Development and Use of Updated Input-Output Tables in Economic Forecasting and Planning, Clemson Univ., Clemson, S.C., Aug. 1969, unpublished Ph.D. dissertation.

that the production function will exhibit constant returns to scale, even though the output of a sector may be a function of several inputs. Thus, a doubling of the inputs in a producing sector will double the output of that sector.

It should be noted that there are certain stability conditions for the table of technical coefficients. First, no column in the table adds to more than unity. A sum greater than one would indicate that the cost to an industry for producing \$1 of output is greater than \$1. Second, at least one column in the table must add to less than unity. If this were not so, total expenditures induced within the system would equal the income generated by them and no payments would be available to the factors of production.

# INTERINDUSTRY RELATIONSHIPS

This section discusses the specific economic importance of grain producing and processing sectors in 1967 and the degree of their interdependence with the national economy. In addition, the analysis (1) identifies and evaluates those sectors affecting the output level of grain producers and processors and (2) determines the effect, if any, that changes in the grain sectors' output has on the output of other sectors. The analysis is based on information developed from the disaggregated transaction table and the tables of direct and total requirements.

# Output Structure

The distribution of output for grain producers is shown in rows 2A, 2B, 2C, 3A, 3B, 3C, and 3D of the transaction table (app. table 2). Distribution of processed grain sales is shown in rows 17, 18, 19, and 20. These data show the dollar value of each sector's sales to each consuming sector indicated in the heads of the columns. Total intermediate sales, final-demand sales, and total output are shown on the table's last two pages (pp. 50-51). 5/

The percentage distribution of sales by grain producing and processing sectors is given in table 1 to facilitate the analysis. These data show the relative impact that sales to intermediate and final-demand markets have on the output of these sectors. While most of the output as a whole is sold to intermediate users, distribution patterns vary significantly. This indicates that the output of grain production and processing industries is primarily affected by economic conditions prevailing in different markets.

For example, in 1967, the wheat producing sector distributed 34.4 percent of its total output directly to final demand. This proportion is primarily made up of exports under Government programs and exports for dollars. A small part

<sup>5/</sup> Total intermediate sales represent the sum of output distributed to each consuming industry; final demand primarily includes output sold directly to persons and governments and for export; total output represents intermediate sales plus final demand sales.

Table 1.--Percentage distribution of gross output of selected food grain, feed grain, and grain mill products sectors, 1967

	••		Grai	n produci	Grain producing sectors	5					
Distributed to	Wheat	2				١.,	4	Flour and	stain processing sectors	ectors	
		- 1	. Kice	: Corn	: Oats	: Barley	: Sorghum	<pre>:: other grain :: mill products</pre>	Prepared animal feeds	Rice milling	Wet corn milling
	! !	1	1 1 1	Percent	<del> </del>	1 1		1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	Percent -		)
Intermediate markets:								• • • •			<b>!</b>
Wheat	<b>.</b>	į									
Rye	; ;	1 2	<b>!</b>	ł	!	-	i	::	!	ļ	ł
Rice	}	1	, ,	i i	}	1	}	;	;	1	
Corn	ļ	ł	; ;	; ;	ļ	<b>!</b>	ł	::	i	ļ	ł
Oats	ļ	ł	1	; ;	}	1		; ::	1	1	1
Barley	1	1	1	ł	·	1 6	!	! ::	}	1	ł
Sorghum	1	ļ		ŀ	! !	4.0	;	¦ ::	ł	1,	į
Livestock &						ł	7.0	<b>!</b>	1	I	}
livestock products	2,1	7.0	1	0.09	61.0	37.5	2.4.7		Г	4	
Ag. services, iorestry, :	t.	ć	,						/*00	0.7	2.4
Flour & other grain	·.	υ 	ν N	ထံ	ر. و	5.5	3.7	; ;;	;	1	ł
mill products	29.9	25.6	ł		۲. ۲		r	**			
Prepared animal feeds:	1.7	1	ľ	0.1	i ir	çα	, s = 1	7.T	1.0	4.6	9.
Rice milling	}	;	85.7		;	3	-  -	7.4	7.3	.7	3.5
wet corn milling	ľ	1	ł	4.2	ł	1	}	; ; ;	ľ	<b>!</b>	}
bakery products	ł	!	1	<b>!</b>	1	}	ł	7. 50	ļ		3.2
Misc. 100d & Kindred :								) }		1	7.5
Other food & kindred	ļ	1	1	ł	1	ł	I	1.6	.2	}	5.6
products	1	11.6	ļ	·	ŀ	.6	•	;;			•
Broad & narrow fabrics :				•		7.77	7.	/ 4	9.	5.4	34.6
& yarn & thread mills	}	1	!	}	}	ł	}	;			,
Chemicale ato	1	ŀ	ŀ	ļ	ŀ	1	ł	; :::	<b>†</b>		٠, <sup>[</sup>
Transportation &	4.		ł	}	1	}	۲.	!	.2	<b> </b>	4 0
warehousing	2	ļ	·	7	c	•		::			<u>.</u>
Wholesale & retail trade.:	1	ľ	<sup>‡</sup> ¦	•	7:	7.	r-ţ	:: '\f	ŀ	.2	}
Finance, insurance, :							!	œ.	1.6	.2	.2
real estate, & rental: Federal Gov't.	17.5	23.3	8.6	2.3	17.2	16.8	10.7	¦	;	ł	ł
enterprises	2.4	2.3	ŀ	9.	ο,	i	 			•	
All other	ļ	ļ		1	·	ł	: :	3.5	1.7	11.9	~
Final demand	34.4	0	ur F	7 10	c		•		ļ	•	ŗ
	•	?	1	77.7	0.0	φ. Ω	 E.	52.5	20.7	74.9	12.4
Total outputs	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0
							**				

is made up of inventory changes. The largest industrial market for the wheat producing sector is the flour and other grain mill products sector, which purchased 29.9 percent of total 1967 wheat output.

In contrast with wheat producers, rye producers distributed only 7.0 percent of their output to final demand. The output level of rye producers is highly correlated with economic activity of intermediate markets, particularly the flour and other grain mill products sector, which purchased 25.6 percent of total 1967 rye output. Since the flour and other grain mill products sector distributed 52.5 percent of its total output directly to final markets, it may be concluded that the value of output for wheat and rye producers is determined largely by consumer demand for packaged flour, cereal, and flour mixes and by export demand for these products.

The distribution of rice producers' output presents an entirely different picture. Of their output, 85.7 percent was distributed to rice millers. This is not surprising since rough rice is a primary input to the rice milling sector. The fact to be noted here is that nearly 75 percent of total production in the rice milling sector was delivered directly to final-demand markets, primarily for export. Consequently, export demand for milled rice is the main factor affecting the level of rice mill output, which—in turn—greatly affects the output level for rice producers. The negative delivery of rice to final demand in 1967 resulted from a net decline in inventories.

For feed grains—represented by the corn, oats, barley, and sorghum sectors in table 1—the largest share of output was distributed to the livestock and livestock products sector, primarily for use in animal feed. Distribution of the remaining output varies significantly among sectors.

In the corn producing sector, for example, 21.5 percent of total output was delivered to final demand, primarily for export. Thus, about 82 percent of the total corn output is purchased by only two sectors—livestock products and final demand. Oats producers distributed 61.0 percent of their output to the livestock products sector alone. It may be concluded that the output of the corn and oats sectors is highly correlated with economic activity of intermediate markets, especially that of the livestock products sector.

Although the level of output in the barley and sorghum sectors is greatly dependent on activities of intermediate markets, the output has a broader distribution among these markets. Deliveries of barley to final demand represent only 6.8 percent of total output, which indicates the importance of intermediate markets. The sorghum sector delivered 84.7 percent of its output to intermediate markets and 15.3 percent to final demand.

In the grain mill processing industry, outputs of the flour and rice milling sectors are primarily dependent upon final-demand requirements. In contrast, processors of prepared animal feeds are highly dependent upon sales to intermediate users—only 20.7 percent of their total output was shipped directly to final demand in 1967. The livestock and livestock products sector consumed over two-thirds of all prepared animal feed output. Hence, consumer demand for livestock and livestock products primarily determines the output level in the repared animal feeds sector.

Output of the wet corn milling sector reaches more industrial users than that of the other grain processing industries. Almost 88 percent of all output is utilized in further production before reaching final markets. Moreover, the percentage distribution of output is more uniform. The largest single market is the food processing industry, accounting for over 34 percent of total output.

Although the grain mill products industry group is characterized by firms performing similar functions, output of each of the four sectors reaches the ultimate consumer in significantly different form. Data in table 1 clearly show the diversity of output flows from the grain processing sectors. The same may be said for the food and feed grains industry group—similar functions are performed, but products of each sector reach the ultimate consumer in distinctly different ways.

### Direct Input Requirements and Output Changes

Now that the output structure of each grain producing and processing industry has been established, it is necessary to examine the direct input requirements necessary to support the output. The matrix of direct requirements or technical coefficients is used for this analysis.

Distribution of inputs purchased by the grain producing sectors and requirements from value-added categories are shown in columns 2A, 2B, 2C, 3A, 3B, 3C, and 3D of the transaction table (app. table 2). Corresponding data for the grain processing sectors are shown in columns 17, 18, 19, and 20. These data represent the dollar value of purchases from sectors named at the beginning of the rows. For example, for the prepared animal feeds sector (col. 18, p. 34) to support a level of output of \$5.3 billion in 1967, almost \$4.0 billion of intermediate purchases were required. Value added by the prepared animal feeds sector accounts for the difference (about \$1.4 billion) (see last three entries in col. 18, p. 35).

The direct unit cost structure in 1967 for the grain producing and processing sectors is shown in tables 2 and 3, respectively. For components of each sector, these tables show the inputs required to produce \$1 of output. For the rye sector to produce \$1 of output, it requires almost 14 cents of its own production, over 32 cents from livestock products, almost 3 cents from maintenance and repair construction, and other purchases as itemized. Payments to the factors of production, as shown by the value-added row, account for about 12 cents of every dollar of output.

For food grain producers as a whole, about 75 percent of the value of production is used for purchases of intermediate inputs. Only 25 percent is retained for payments to factors of production. The large proportion of intermediate purchases indicates a high degree of interdependence with other sectors of the economy. This is especially true for the rye sector, which uses almost 89 percent of the value of its output for purchases of intermediate inputs.

Feed grain producers, as a group, are also highly interrelated with other sectors of the economy, as indicated by the large expenditure of about 68 percent of the value of production for intermediate inputs. This dependency on other sectors is not as great as for the food grain sector, however.

Table 2.--Direct input requirements of the food and feed grain producing sectors per \$1 of output, 1967

	:	:	:		:	:		:
Item		-					-	:Sorghum
	:	<u>:</u>	<u>:</u>	·	:	•	:	•
	:		-		<u>Dolla</u>	<u>rs</u>		
Wheat	:0.039	) <u></u> -						
Rye	:	.13	9					
Rice	:			.035				-
Corn	:			****	*			
Oats	:					.049		
Barley	:						.034	
Sorghum	:							*
Livestock products	: .160	.325	5	.029	.087	.199	.150	.138
Forestry, fisheries, &	:							
services	.046	023	3	.055	.030	.025	.025	.028
Stone & clay mining				PP 8-0	.006	.006		.005
Maintenance & repair	:						,	
construction	.023	.023	}	.026	.027	.022	.023	.024
Chemicals etc	.045			.053	.063	.054	.055	.059
Petroleum refining & related :						1051	•055	1057
products	.041	.023	}	.048	.055	.047	.049	.051
Rubber & miscellaneous :						,,,	•042	.000
plastic products:					.010	.009	.008	.010
Machinery, except electrical:	.011	*		.013	.014	.013	.013	.013
Transportation & warehousing:	.012	.023		.015	.019	.016	.017	.019
Communications & utilities:	.013	.023		.015	.018	.015	.015	.019
Wholesale & retail trade:	035	.046		.044	.056	.047	.049	.052
Finance, insurance, real :		70,10		• • • • • •	•050	.047	,049	.032
estate, & rental	.194	.139		.238	.176	.150	.155	.165
Lodging, personal, &		1200		• 2.30	1.1.70	• 7.00	•100	.100
business services	.054	.046		.066	.064	.054	055	0.00
Gross imports:	*	.046			*	.U34 *	.055	.060 *
All other sectors	.026	*		.028	.020		.021	
Value added:	. 301	.116		.335		.018	.014	.019
	• 201	• 110		•222	.350	.275	.311	.337
Total inputs:	1.000	1.000	1	.000	1.000	1.000	1.000	1.000

<sup>\*</sup>Less than \$0.001.

Table 3.--Direct input requirements of the grain mill products sectors per \$1 of output, 1967

Item	Flour & other grain mill products	: Prepared : animal : feeds :	Rice milling	Wet corn milling
		<u>Dollars</u>		
Wheat	0.179	0.008		-
Rye:	.003			
Rice			.692	
Corn:	.025	.072		.280
Oats:	.008	.007	<del></del> -	
Barley:	.001	.006		
Sorghum:		.026		
Flour & other grain mill :				
products:	.014	.037		.010
Prepared animal feeds:	.013	.073		.001
Rice milling:	.006	.001		
Wet corn milling:	.001	.005		.032
Miscellaneous food & :				
kindred products:	.031	.189		.016
Other food & kindred products:	.047	.043		.012
Miscellaneous fabricated :				
textile products:	.011	.013	.041	
Paper & allied products:	.038	.014	.016	.005
Chemicals etc:	*	.033		.010
Fabricated metal products:	.002	.022		-
Transportation & warehousing:	.126	.082	.087	.068
Communications & utilities:		.012	.005	.014
Wholesale & retail trade:	.055	.045	.073	.048
Financial, insurance, real :				
estate, & rental:	.010	.010	.007	.012
Lodging, personal, & :				
business services:		.018	.014	.010
Gross imports:	.003	.004	·	.025
All other sectors:	.016	.009	.015	.035
Value added:	.353	.271	.050	.422
: Total inputs:	1.000	1.000	1.000	1.000

<sup>\*</sup>Less than \$0.001.

Consequently, a greater proportion of the value of total output is retained for payments to the factors of production. The value added in production is about 32 percent for feed grains, compared with 25 percent for food grains. Also, the payments for intermediate inputs are more evenly distributed to the separate feed grain sectors than to the food grain sectors.

For grain processors as a group, about 70 percent of their 1967 gross receipts, or value of output, went for purchases of intermediate inputs that were "used up" in the annual production period. About 30 percent was retained for payments to the factors of production.

Since the grain producing and grain processing sectors are strongly interrelated with each other and with other sectors of the economy, changes in their output levels affect production levels in many other sectors. The direct effect of these changes can be traced by using the data in tables 2 and 3. For example, if the output of the wet corn milling sector were to increase \$1 million, what would be the direct impact on other sectors of the economy? By referring to column 4 in table 3, the reader can see that wet corn millers would require an additional \$32,000 (\$1,000,000 x .032) of their own production; \$280,000 (\$1,000,000 x .280) of corn from feed grain producers; and \$10,000 (\$1,000,000 x .010) of output from the flour and other grain mill products sector; and so on down the column. A total of \$578,000 additional production from all sectors would be required directly for the \$1-million increase in wet corn milling production.

Because input requirements and output patterns differ among sectors, changes in demand for each sector's products affect the absolute level of output of each supplying industry to a different extent. An understanding of the nature of overall demand increases for final products of industries supplying inputs to grain producing and processing sectors will facilitate the investigation of potential impacts on their own level of operation.

# Total Input Requirements and Output Changes

The above discussion concerned only the direct inputs required by the grain producing and processing sectors and the direct impact of changes in their output levels on industries supplying inputs. The direct impacts do not include the many and sometimes significant indirect effects of changes in demand. A complete input-output analysis considers the total effects of changes in demand—that is, both the direct and indirect production required within each sector of the economic system to support an increase in total output of one particular sector. A matrix of total requirements includes both direct and indirect requirements and is used for the following analysis.

The direct, indirect, and total effects of a \$1 delivery to final demand for the food grain producing, feed grain producing, and grain processing sectors are shown in tables 4, 5, and 6, respectively. Data were developed from the total requirements table (the 65 x 65 inverse matrix). The direct inputs required were presented in tables 2 and 3. The total outputs required are obtained from the total requirements matrix. They show the total output required from each sector (row) to support a \$1 delivery to final demand by the sector named in the column.

Table 4.--Direct, indirect, and total effects per dollar delivery to final demand by the food grain producing sectors,

		Wheat			Rye	ŀ		Rice	
Item	Direct input required	: Direct :Indirect : Total : Direct :Indirect : Total : input : output : ou	: Total : output :required	: Direct : input :required	: Indirect : output :generated	: Total : output :required	: Direct : input :required	: Direct : Indirect : Total : input : output : output : output : required:generated:required	: Total : output
	 		1 1		Dollars				
Wheat	0.039	1.007	1 046	}	000	0			
Rye	}	· · *	) ; ;	130	0.003 1.003	0.005	ľ	0.005	0.005
Rice	1	*	*	]	7.07÷	70∓. ↑	100	; ; ; ;	 -}< (
Corn.	ł	.027	.027	e I	.057	057		1.002	L.037
Barlev	1	!	* •	1	.008	.008	ł	1	<b>,</b> , , , ,
Sorehum	ļ	G	* (	1	<b>-</b> k	-k	ļ	ļ	*
Livestock products	1 1		.005	1 3	.010	010	1	!	*
Forestry, fisheries, & services	.046	800. 600.	8T7.	.325	.149	474.	.029	.022	.051
ining	? ! <b>-</b> *	\ } **	*	C70.*	• nre	• 039	.055	.005	090.
Maintenance & repair					:	<	k	<b>:</b>	·x
construction	.023	.025	.048	.023	.032	055	300	0	i.
Unemicals etc.  Patrolaum rafining & motored	.045	.035	.080	.023	038	.061	.053	.020	.052 086
products relained a related :								)	•
Rubber & miscellaneous	.041	.020	190.	.023	.026	670.	.048	.018	990.
plastic products	800.	900.	.014	*	900	900	ć		1
Machinery, except electrical:	.011	.011	.022	*	600	00.	500.	.007	.015
Transportation & warehousing	.012	.037	.049	.023	.051	.074	015	210.	570.
Wholesle & retail that	.013	.035	.048	.023	.044	790.	.015	.035	050
Finance, insurance, real	¢50.	.037	.072	.046	.058	.104	.044	.029	.073
estate, & rental	194	.083	277	130	00	ò			
생		) ) !		604.	. TO3	247.	. 238	.080	.318
Services	.054	.042	960*	950.	.053	660.	990-	.042	108
All other sectors	* 5	.021	.021	.046	.031	.077	1	.018	.018
	710.	. 256	.268	*	.324	.324	.028	.226	.254
Total	669*	1.717	2,416	.884	2.050	2.934	.665	1.584	2,249
					9				)  -  -

\*Less than \$0.001.

Table 5.--Direct, indirect, and total effects per dollar delivery to final demand by the feed grain producing sectors, 1967

		Corn			Oats			Barley			Sorghum	
Item	Direct : Ind: input : ou: required:gen	:Indirect :output :generated	: Total : output :required	: Direct : input :required	irect : Total : Direct :Indirect : Total : Direct :Indirect tput : output :	: Total : Output :required	Direct input required	Indirect output generated		Direct input required	: Total : Direct :Indirect : Total : Output : output : output : output : required:	Total output required
	1					Dollars	ars -				 	         
Corn	*	1.016	1.017	1	0.032	0.039	ł	200	č		6	
Oats	}	*	*	049	1.007	1,056	!	t 0 *	* * *	<b>!</b> ·	0.022 *	0.022 *
Barrey	<u> </u>	*	*		*	*	.034	1,003	1.037	i	-44	: -}
sorgnum	1	*	*	ŀ	900.	900.	1	*	*	*	300 [	1 006
Livestock products	-087	.030	.117	.199	900.	.265	.150	.050	.200	.138	.042	.180
services	030	7007	760	2	0	6	1					
Stone & clay mining	900	.002	.008	.006	.002	800.	.005	.002	.032	.005	.005	.003
construction	.027	.021	.048	.022	.024	.046	.023	023	970	760	200	370
Chemicals etc	.063	.036	660.	.054	.041	.095	.055	.037	.092	650.	.035	.094
related products	.055	.018	.073	-047	.023	.070	670.	.020	690.	.051	610.	070.
plastic products	.010	900.	.016	600.	.007	.016	300.	007	710	010	900	710
Machinery, except electrial	.014	.013	.027	.013	.013	.026	.013	.012	.025	.013	.012	.025
Transportation & warehousing.:	.019	.035	.054	.016	.042	.058	.017	.037	.054	010	.037	0.56
Communication & utilities	.018	.036	.054	.015	.038	.053	.015	.035	.050	.017	.035	.052
Finance, insurance, real	000.	160.	/00.	.04/	.042	680.	.049	.036	.085	.052	.034	980.
estate, & rental	.176	690.	.245	.150	.082	.232	.155	074	229	165	070	225
Lodging, personal, & :					!		1		777.	3	0.00	627
business services	.064	.040	.104	.054	.045	660.	.055	.041	960.	.060	040	100
Gross imports	*	.021	.022	*	.028	.028	.021	.023	044	*	.023	023
All other sectors	.022	.241	.263	.018	.281	.299	.014	.254	.268	.019	.253	.272
Total	.650	1.620	2,270	.725	1.788	2.513	689	1 692	7 383	663	1 665	2300
**							) }	1	100	•	1	076-7

\*Less than \$0.001.

Table 6.--Direct, indirect, and total effects per dollar delivery to final demand by the grain mill products sectors, 1967

	Flour e grain mil	ğ	l other products	Prepar	Prepared animal	feeds	Ri	Rice milling	na i	Wet	Wet corn milling	guj
Item I	: Direct :Indirect input : output required:generate	: Direct :Indirect : Total : input : output : output :required:generated:required	Total output required	Direct : input : required:	: : Direct :Indirect : Total : Direct :Indirect : input : output : output : input : output :required:generated :required:generated :	Total : output : required:	Direct : input : required:	: Indirect : output :generated	: Total : output :required		: : : : : : : : : : : : : : : : : : :	Total output required
	 	1 1 1	i i		1 1 1 1	Dollars	ars		1 1	1 1 1 1	 	t , ,
Wheat	0.179	0.012	0,191	0.008	0.010	0.018	1	*	*	ł	÷	*
Rye	*	*	*	;	<b>-</b> ⊀	*	} .	*	*		-8< -	-jk -
Rice	;	*	*		*	*	.692	.026	.718	1 6	* (	, c
Corn	.025	.011	.036	.072	.016	880.	1 1	500.*	c00.*	087 <b>.</b>	97A.	067.*
Darton	o ? *	700,*	OT *	900	100	200.	ł	÷	*	-	*	-x
Sorohum	*	: <b>-</b> ×	*	.026	.003	.029	ł	**	*	1	ķ	4c
Flour & other grain												
mill products	.014	1.002	1.016	.037	900.	.043	1	*	*	.010	.001	011
Prepared animal feeds	.013	.010	.023	.073	1.014	1.087	1	.005	.005	₹	·007	.007
Rice milling	900.	}	900.	*	-*	*	ł	1.000	1.000	1	} ;	1 ;
Wet corn milling	*	*	*	.005	.003	.008	1	H	*	.032	1.002	1.034
Misc. food & kindred :										•	0	ć
products	.031	.01	.042	.189	.042	.231	ł	-k	*	.016	.005	.021
Other food & kindred					;	,		0	i.	<b>?</b>	Č	0
products	.047	.015	.062	.043	.024	.067	1	cno.	coo.	.012	onn.	070.
products	.011	.003	.014	.013	-004	.017	.041	900"	.047	}	*	*
Paper & allied products	.038	.029	.067	.014	.029	.043	.016	.023	.039	.005	.013	.018
Chemicals etc.	*	.031	.031	.033	.042	075		.066	.066	.010	.037	750.
Fabricated metal products:	*	.014	-014	.022	.021	043	! 6	.012	.012	6	600.	600.
Transportation & warehousing.:	.126	.045	.171	.082	.065	.147	/80	0.48	C5T.	200.	50.	#0T.
Communications & utilities:	600.	.034	.043	.012	038	.050	500.	.049	400.	#TO.	10.0	. 040
Wholesale & retail trade:	055	.041	960.	.045	.057	701.	.0/3	.003	001.	040	650.	100.
			Ċ	ć	7	0	000	27.2	07.0	610	000	104
estate, & rental	010	. 094	. 104	070.	9/0.	.000	7001	. 247.			1,70.	
Lodging, personal, &	8,0	046	760	810	.053	.071	.014	080	.103	.010	.044	.054
SETATOR .	)  -  -	0.076	026	)     *	.032	032	1	.022	.022	.025	.016	.041
All other sectors	.016	.305	.321	600.	.365	.374	.014	.419	.433	.035	.237	.274
Total	647	1.735	2.382	.725	1.907	2.632	676	2.093	3.042	.578	1.599	2.177
							AND DESCRIPTION OF THE PERSON					

\*Less than \$0.001.

To illustrate the total effects: The economic activity that the wheat sector generates includes a total output of 21.8 cents from livestock products; 5.5 cents from forestry, fisheries, and services; 4.9 cents from transportation and warehousing; and nearly \$1.05 of its own production (table 4). This \$1.05 represents the \$1 delivery to final demand plus the intrasector requirements (direct and indirect) necessary to support this delivery. The last entry in the "total output required" column represents the total expansion of output in the economy resulting from the wheat sector delivering \$1 of output to final demand. It is essentially an output multiplier which indicates that for every dollar of final product delivered by the wheat sector, about \$2.42 of total economic activity is generated.

Data for the indirect output generated were obtained by subtracting direct inputs required from total output generated. The indirect output data are perhaps the most relevant in this particular analysis. Indirect output represents the value of production indirectly required to support the output of other sectors that provide inputs to the sector named in the column. In other words, they show economic activity indirectly generated by the sector named in the column as a result of a \$1 increase in output.

Referring again to the wheat sector in table 4: A direct 16-cent input from the livestock products sector is required to produce \$1 of wheat output. Because of this requirement, an additional 5.8 cents in economic activity is generated in the livestock products sector. This represents the value of production in the livestock products sector required to support the increased output of all sectors other than the wheat sector.

Often the indirect output generated is of greater magnitude than the direct input required. The transportation and warehousing sector, for example, provides over three times as much output to sectors providing inputs to the wheat sector as it provides directly to that sector. Gross imports directly required by the wheat sector are negligible, but over 2 cents in gross imports is required by other sectors as a result of the \$1 increase in demand for wheat. Also, there is an indirect requirement placed on almost all of the remaining sectors even though some supply no direct inputs to the wheat sector.

The total impact on each supplying sector is obtained by multiplying any total dollar change in a sector's output (column) by the total-requirements coefficient shown under the heading total output required. The total impact of any dollar change can, therefore, be interpreted in terms of additional output required from any other sector.

## Output Multiplier

The output multiplier, which was mentioned briefly above, is the sum of the total output required from all sectors as a result of a \$1-delivery of output to final demand by any one sector. For grain producing industries as a group, the value of the output multiplier ranged from a high of 2.934 for the rye sector to a low of 2.249 for the rice sector. For grain processing industries as a group, it ranged from a high of 3.042 for the rice milling sector to a low of 2.177 for the wet corn milling sector. The absolute value of these data reflects the degree of interdependence of each sector in the U.S. economy and

the relative importance of its output level in stimulating economic activity. For the 65 sectors delineated in this study, values of output multipliers ranged from a high of 3.042 for the rice milling sector to a low of 1.51 for the finance, insurance, real estate, and rental sector.

For any sector, the value of the multiplier is primarily determined by the level of intermediate purchases in relation to the value of total output. Generally, the higher the value of total intermediate purchases per dollar of total output, the higher the value of the multiplier. It can, therefore, be interpreted as a measure of a sector's relative importance in stimulating total economic activity.

### IMPLICATIONS OF EXPANDING MARKETS

The previous section discussed the input-output model and explored the industrial interrelations between the U.S. grain system and other relevant sectors of the economy. In terms of value of production and resource (input) requirements, final-market delivery of grain and grain products represents a significant part of our total economic activity.

During the past 10-12 years, grain production and processing have undergone numerous structural and operational changes. These changes have mainly been in response to, as well as a result of, changes in other sectors of the economy.

Rising labor costs have increased the substitution of capital for labor; changes in transportation rate structures have affected the location of processing plants and market areas; and prolonged overcapacity combined with rising input costs has resulted in high per-unit costs in relation to revenues.

Grain producers, grain processors, industry trade representatives, and Government policymakers are becoming increasingly aware of the need to understand the many internal and external forces influencing the structure and operation of the industry. To help meet this need, it is necessary to determine the degree to which the various sectors of the grain system are affected by actions in other sectors and, in turn, what effect changes in the grain sectors have on their suppliers.

This section utilizes the disaggregated input-output model to develop meaningful insights into demand-supply responses related to the domestic grain system. These responses include the effects that increases in certain final-demand markets have on production levels and resource use in the grain sectors. To assess the total effects of changing market demands, the analysis identifies primary and secondary market demands that are important in influencing the operations of grain production and marketing.

### Market Size

The projected economic expansion for the United States for the 1970's will affect all sectors of the economy. Population growth, rising incomes, and expanding world markets are the primary factors that will influence economic growth. Certain sectors will be affected more than others. Output levels and even structural relationships will necessarily change.

The implication of these changes for the agricultural complex is obvious. The volume of crop and livestock production will increase in response to growing domestic and foreign demand. Agricultural processing industries and marketing agencies will share in this expansion.

Grain producers and processors will need to make various adjustments in their production levels and resource requirements as a result of changes in output and resource use in grain and other sectors. The degree to which these adjustments will vary depends primarily upon the type of grain produced and the nature of the processing operation.

This study was not designed to project future levels of grain production and processing activity. Instead, the analysis quantitatively establishes relevant input-output relationships and then uses them to measure the effects that changing final markets have on stimulating economic activity throughout the grain system. Both absolute output adjustments and relative responses are examined.

To simulate the effects of expanded final markets, changes were made in the 1967 level of output of four selected sectors. Changes in total output (both intermediate and final uses) were considered for:

- (a) livestock and livestock products (sector 5)
- (b) bakery products (sector 21).

Changes in exports (one component of total output) were considered for:

- (c) wheat (sector 2A)
- (d) rice (sector 2C).

The industrial composition of these sectors is described in appendix table 1. The impact of changes in total output and exports was measured by increasing 1967 levels by 20 percent. A 20-percent increase was considered to be a realused for purposes of this analysis. A constant percentage increase was used for each of the four sectors to show the relative impacts they have on other sectors. Any market size or percentage change in output could be used. However, changes in output and the resulting output responses in other sectors do assume constant input-output relationships.

## Impacts

For total output in sectors 5 and 21, the 20-percent increase was independently applied to the 1967 total output of each of the two sectors. (The sums of rows 5 and 21.)

The resulting dollar change in final-market output of each sector was multiplied by each entry in the sector's column of total-requirement coefficients. 6/ This procedure yielded the additional output required in each sector

<sup>6/</sup> The complete matrix of total requirements coefficients will not be published. It will be made available, however, by the authors upon request.

of the economy to support the increased delivery of livestock products and bakery products. Additional direct inputs required and indirect outputs generated are included in the resulting data.

Impacts of increased exports of wheat and rice were studied in essentially the same manner. For exports of wheat, only that portion of total output of the wheat sector represented by exports was increased 20 percent. Because rice is exported as milled rice, rough rice must first be processed through rice mills before being exported. Therefore, to accurately measure impacts of rice exports, the 20-percent increase was applied to the value of exports from rice mills (sector 19). Exports of each sector represent nearly 50 percent of its total output; hence, their absolute and relative impact on the grain system is important. 7/

For livestock and livestock products and bakery products, exports were not considered separately. Such exports represent only one component of the total output considered. For these sectors, however, very little of the total output is made up of exports.

The remainder of the report discusses the more significant interindustry impacts of the various changes, with particular emphasis on grain production and processing.

# Output Adjustments

Tables 7-10 show the various output adjustments required in the economy in response to a 20-percent increase in final-market deliveries of: (a) livestock and livestock products, (b) bakery products, (c) wheat exports, and (d) rice exports. Associated with the hypothetical 20-percent increase are the direct inputs needed to produce the increase and the indirect output generated as a result of other sectors increasing their production. For many of the sectors, the indirect requirements can represent a significant, though sometimes overlooked, factor affecting their level of output. For grain producers and processors in particular, indirect demand for their output contributes an important portion of their total dollar sales.

Compared with the other final-markets analyzed, increased output of livestock and livestock products results in the largest absolute output adjustment for grain producers and processors (table 7). The increased output of livestock and livestock products requires additional corn inputs of \$666 million and further generates \$234 million of corn output to meet the needs of other sectors directly or indirectly supplying inputs to the livestock sector. Increases in the output of other grains range from a total of \$2 million for rye producers to \$150 million for sorghum producers. For grain processors as a group, the impacts are also significant. In particular, producers of prepared animal feeds experience a total output adjustment of \$953 million, of which \$715 million represents direct inputs and \$238 million represents indirect output generated.

<sup>7/</sup> U.S. Dept. of Commerce, Bureau of the Census, U.S. Commodity Exports and Imports as Related to Output, 1967 and 1966, Sept. 1970.

Table 7.--Direct, indirect, and total effects of a 20-percent increase in total output of livestock and livestock products on specified sectors

		, , , , , , , , , , , , , , , , , , , ,	13
Sector	Additiona direct input required	: Additional : :indirect out-:	output
	:	•	<del></del>
	: :	Million dollars	
Wheat	: 11	35	1.0
кус.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		33 1	46
	•	3	2
COLIII		234	3
OdlS		35	900
Dartey	2.5	18	118
Sorghum	100	50	53
		20	150
Livestock & livestock products	7,105	4.40	
orner agracultural products	758	449 214	7,554
TO THE THOUSE TUTESTIVE A TICHONICA	82	88	972
orade perioteum & nariiral cae			170
Maintenance & repair construction	53	109	109
	55	135	188
Flour & other grain mill products	18	,	
obarca animal legas	715	45	63
THE WALLEST AND THE PARTY OF TH	1	238	953
Wet corn milling	.r. 4	3	4
	4	8	12
Bakery products		_	
1994 & KINGTEG DYNGHOLE		2	2
- akar a grrien Diddilote	9	79	88
	3	91	94
Terrored retriiting & related prod	25	261	286
ACCURRELY, EXCEDT PLACETION	34	163	197
amploteding waterinician	2	67	69
	165	307	472
moresare w relair trade	46	205	251
Thance, Insurance, real petato 5 mantal	237	322	559
	120	533	653
- mpor cottattatatatatatata	39	283	322
11 other	61	155	216
	1.54	1,023	L,177

Table 8.--Direct, indirect, and total effects of a 20-percent increase in total output of bakery products on specified sectors

	····		
Sector	Additiona direct input	: Additional : :indirect out-:	Total output
	: required	:put generated:a	ıdjustment
	:	:	<del></del>
	:	Million dollars	
Wheat	:	44	44
Rye	:	2	2
Rice	:	2	2
Corn	:	22	22
Oats	:	3	3
Barley	:	ĩ	1
Sorghum	:	4	4
	:	,	··•
Livestock & livestock products	;	98	98
Other agricultural products	: 11	23	34
Ag. services, forestry, & fisheries	:	9	9
Crude petroleum & natural gas	:	20	20
Maintenance & repair construction	: 9	21	30
	:		30
Flour & other grain mill products	: 214	9	223
Prepared animal feeds	:	14	14
Rice milling	:	3	3
Wet corn milling	: 11	4	15
	;	·	
Bakery products	: 1,550	1	1,551
Other food & kindred products	: 170	50	220
Paper & allied products	41	53	94
Chemicals etc	4	27	31
Petroleum refining & related prod	14	21	35
Machinery, except electrical		24	24
Transportation & warehousing	31.	83	114
Communications & utilities	25	50	75
Wholesale & retail trade	60	59	.1.19
Finance, insurance, real estate, & rental	28	72	1.00
Lodging, personal, & business services	78	60	138
Imports	4	34	38
All other	120	229	349

Table 9.--Direct, indirect, and total effects of a 20-percent increase in wheat exports on specified sectors

Sector	Additiona direct input required	1: Additional : :indirect out-: :put generated:a	output
	:	M4174 1 11	·
111.	:	Million dollars	
Wheat	232	1	000
		1	233
		1	1
OULII		6	1
Od LD * * * * * * * * * * * * * * * * * *		_	6
Turing a second		1	1
Sorghum			
·		3	3
Livestock & livestock products	38	1.0	_
THE WALLCUICAL DIPONICES		13	51
O. A. A. A. A. A. C. C. T. C.	11	7	7
pectoreum & narmal ose	 TT	2	13
Maintenance & repair construction	6	8	8
	U	6	12
Flour & other grain mill products		_	
Parea attimal leens.		1	1
	home gain.	4	4
Wet corn milling		2	2
		ton man	
Bakery products			
rance root & Killarea products		1	1
aper a arried broducts.		1	1
omredro ele		5	5
	10	7	17
"HENTINGLY, EXCEDE PIPOTRIONI	11	5	16
TANKS POLEGICA OIL OL WALFOUNDS INC	3	3	6
owner reactions of Hellities	3	8	11
"Olesale & retall trade	4	10	14
andrice, insurance, real estate is worked	8	9	17
TTOTHE, PELOUNAL, & DUSINOSS CONTIGO.	43	19	62
mports	10	8	18
11 other	*	4	4
	5	32	37

<sup>\*</sup>Less than \$500,000.

Table 10.--Direct, indirect, and total effects of a 20-percent increase in rice exports on specified sectors

Additional   Additional   Interest   Input   Injut   Injut				
Wheat       —       1       1         Rye       —       1       1         Rice       44       2       46         Corn       —       —       —         Oats       —       —       —         Barley       —       —       —         Sorghum       —       2       2         Livestock & livestock products       —       —       —         Other agricultural products       —       3       3         Other agricultural products       —       —       3       3         Crude petroleum & natural gas       —       3       3         Crude petroleum & natural gas       —       3       3         Maintenance & repair construction       *       4       4         Flour & other grain mill products       —       1       1         Prepared animal feeds       —       —       1       1         Rice milling       —       65       65         Wet corn milling       —       —       1         Bakery products       —       —       1       1         Other food & kindred products       —       —       —       —	Sector	direct input	: Additional : :indirect out-:	output
Wheat       —       1       1         Rye       —       1       1         Rice       44       2       46         Corn       —       —       —         Oats       —       —       —         Barley       —       —       —         Sorghum       —       2       2         Livestock & livestock products       —       —       —         Other agricultural products       —       3       3         Other agricultural products       —       —       3       3         Crude petroleum & natural gas       —       3       3         Crude petroleum & natural gas       —       3       3         Maintenance & repair construction       *       4       4         Flour & other grain mill products       —       1       1         Prepared animal feeds       —       —       1       1         Rice milling       —       65       65         Wet corn milling       —       —       1         Bakery products       —       —       1       1         Other food & kindred products       —       —       —       —		<u>.</u>	*	
Ryce.       —       1       1         Rice.       44       2       46         Corn.       —       —       —         Oats.       —       —       —         Barley.       —       —       —         Sorghum.       —       2       2         Livestock & livestock products.       —       —       —         Sorghum.       —       5       5         Other agricultural products.       —       —       —         Ag. services, forestry, & fisheries.       —       3       3         Crude petroleum & natural gas.       —       3       3         Maintenance & repair construction.       *       4       4         Flour & other grain mill products.       —       1       1         Prepared animal feeds.       —       —       1       1         Rice milling.       —       65       65         Wet corn milling.       —       1       1         Other food & kindred products.       —       —       —         Paper & allied products.       —       —       —       —         Petroleum refining & related prod.       —       6       6 </td <td></td> <td>:</td> <td>Million dollars</td> <td></td>		:	Million dollars	
Ryce.       —       1       1         Rice.       44       2       46         Corn.       —       —       —         Oats.       —       —       —         Barley.       —       —       —         Sorghum.       —       2       2         Livestock & livestock products.       —       —       —         Sorghum.       —       5       5         Other agricultural products.       —       —       —         Ag. services, forestry, & fisheries.       —       3       3         Crude petroleum & natural gas.       —       3       3         Maintenance & repair construction.       *       4       4         Flour & other grain mill products.       —       1       1         Prepared animal feeds.       —       —       1       1         Rice milling.       —       65       65         Wet corn milling.       —       1       1         Other food & kindred products.       —       —       —         Paper & allied products.       —       —       —       —         Petroleum refining & related prod.       —       6       6 </td <td>Wheat</td> <td>· :</td> <td>1</td> <td>1</td>	Wheat	· :	1	1
Rice.       44       2       46         Corn.			_	
Corn.       — <td>Rice</td> <td>: 44</td> <td>2</td> <td><del></del></td>	Rice	: 44	2	<del></del>
Oats	Corn			
Barley.       —        —       —       —       —       —       —       —       —       —       —       —       —       —       —       —        —				
Sorghum				
Livestock & livestock products 5 Other agricultural products	Sorghum	:	2	2
Other agricultural products		:		2.
Other agricultural products	Livestock & livestock products	:	5	5
Ag. services, forestry, & fisheries	Other agricultural products	:		
Crude petroleum & natural gas.        3       3         Maintenance & repair construction.       *       4       4         Flour & other grain mill products.        1       1         Prepared animal feeds.             Rice milling.        65       65         Wet corn milling.         1       1         Other food & kindred products.             Paper & allied products.       2       2       4         Chemicals etc.        3       3         Petroleum refining & related prod.        6       6         Machinery, except electrical.        2       2         Transportation & warehousing.       6       3       9         Communications & utilities.       1       6       7         Wholesale & retail trade.       5       4       9         Finance, insurance, real estate, & rental.       *       16       16         Lodging, personal, & business services.       *       3       3         Imports.        1       1	Ag. services, forestry, & fisheries		3	3
Maintenance & repair construction       *       4       4         Flour & other grain mill products        1       1         Prepared animal feeds            Rice milling        65       65         Wet corn milling        1       1         Other food & kindred products        1       1         Other food & kindred products       2       2       4         Chemicals etc        3       3         Petroleum refining & related prod        6       6         Machinery, except electrical        2       2         Transportation & warehousing       6       3       9         Communications & utilities       1       6       7         Wholesale & retail trade       5       4       9         Finance, insurance, real estate, & rental       *       3       3         Imports        1       1         All other        1       1	Crude petroleum & natural gas			-
Flour & other grain mill products	Maintenance & repair construction	*		
Prepared animal feeds.   <	•		•	•
Prepared animal feeds.   <	Flour & other grain mill products	-	1	1
Rice milling	Prepared animal feeds			
Bakery products.        1       1         Other food & kindred products.            Paper & allied products.       2       2       4         Chemicals etc.        3       3         Petroleum refining & related prod.        6       6         Machinery, except electrical.        2       2         Transportation & warehousing.       6       3       9         Communications & utilities.       1       6       7         Wholesale & retail trade.       5       4       9         Finance, insurance, real estate, & rental.       *       16       16         Lodging, personal, & business services.       *       3       3         All other        1       1	Rice milling		65	65
Bakery products	Wet corn milling			
Other food & kindred products	•	}		
Other food & kindred products	Bakery products		1	1
Paper & allied products	Other food & kindred products		<del>-</del>	
Chemicals etc.       3       3         Petroleum refining & related prod.        6       6         Machinery, except electrical.        2       2         Transportation & warehousing.       6       3       9         Communications & utilities.       1       6       7         Wholesale & retail trade.       5       4       9         Finance, insurance, real estate, & rental.       *       16       16         Lodging, personal, & business services.       *       3       3         Imports.        1       1	Paper & allied products:	2	2	4
Petroleum refining & related prod.        6       6         Machinery, except electrical.        2       2         Transportation & warehousing.       6       3       9         Communications & utilities.       1       6       7         Wholesale & retail trade.       5       4       9         Finance, insurance, real estate, & rental.       *       16       16         Lodging, personal, & business services.       *       3       3         Imports.        1       1	Chemicals etc			•
Machinery, except electrical	Petroleum refining & related prod:			
Transportation & warehousing       6       3       9         Communications & utilities       1       6       7         Wholesale & retail trade       5       4       9         Finance, insurance, real estate, & rental       *       16       16         Lodging, personal, & business services       *       3       3         Imports	Machinery, except electrical:	P7 4-4	2	=
Communications & utilities       1       6       7         Wholesale & retail trade       5       4       9         Finance, insurance, real estate, & rental       *       16       16         Lodging, personal, & business services       *       3       3         Imports        1       1	Transportation & warehousing:	_	3	9
Wholesale & retail trade       5       4       9         Finance, insurance, real estate, & rental       *       16       16         Lodging, personal, & business services       *       3       3         Imports	Communications & utilities	1		-
Finance, insurance, real estate, & rental: * 16 16 Lodging, personal, & business services: * 3 3 Imports	Wholesale & retail trade	5	-	
Lodging, personal, & business services: * 3 3 Imports	Finance, insurance, real estate, & rental:		•	-
Imports 1	Lodging, personal, & business services:	*	3	
411 attace	Imports			<del>-</del>
	All other:	3	13	_
	•			

<sup>\*</sup>Less than \$500,000.

The flour and other grain mill products sector experiences a significant indirect response. While only about 2.1 percent of its total output is shipped to the livestock sector (table 1), its output increases by \$63 million as a result of the 20-percent increase in total output of livestock and livestock products.

Further examination of table 7 reveals other important output adjustments in other sectors of the economy. Of particular note is the magnitude of output adjustments in service sectors—transportation and warehousing, communications and utilities, wholesale and retail trade, and others itemized. These responses reflect the direct demand for services in producing the final product plus the indirect requirements needed to produce the inputs for these services.

Effects of the increase in total output of bakery products are summarized in table 8. While there is no direct output response from the grain production sectors, substantial indirect output is generated in these sectors, primarily in response to the direct demand for processed grain products from the grain milling sectors. As may be expected, operations of the flour and other grain mill products sector are mainly affected. The 20-percent increase in output of bakery goods requires an additional \$223 million of output from flour mills. Of this, \$214 million or over 95 percent is directly required as inputs. In constrast, both the prepared animal feeds and the rice milling sectors distribute no output to the bakery products industry. However, moderate output increases are indirectly generated in response to increased output of bakery products.

Wheat and rice exports are the last final markets examined. Impacts of increased exports of wheat and rice are shown in tables 9 and 10, respectively. The primary effect is that production of wheat and rice increases directly, which reflects the direct influence that exports of any raw commodity have on production of that product.

Of particular interest is the strong indirect impact which rice exports have on the rice milling sector (table 10). The 20-percent increase in rice exports results in a total output adjustment of \$65 million in rice mills, all of which is represented by indirect requirements. This situation arises primarily because most U.S. rice is exported as milled rice, thus requiring processing through the rice milling sector.

Also associated with the 20-percent expansion in wheat and rice exports are modest indirect increases in output of other grain processing sectors. Other economic sectors also experience slight direct and indirect output adjustments.

Again, the output responses discussed in this report should not be interpreted to represent projected output levels or input requirements. The responses were computed primarily to demonstrate the effects that output changes in other sectors have on the grain production and processing system and to provide insights for a clearer understanding of the interconnections between these sectors.

# Relative Impacts

For the economic sectors itemized in tables 7-10, table 11 compares, in percentage terms, the total output adjustments resulting from a 20-percent

Table 11.—Relative increase in total output in specified sectors associated with a 20-percent increase in selected final markets  $\,$ 

	:	Final mark	et	
Sector	Livestock & livestock products	: Bakery : :products:	Wheat exports	: Rice exports
		- <u>Percent</u>		
Wheat		1.7	9.2	70
Rye	4.7	4.7	2.3	2.3
Rice	. 0.7	0.4	0.2	10.1
Corn		0.4	0.1	
Oats		0.4	0.1	time dated
Barley	11.2	0.2		
Sorghum	16.6	0.4	0.3	0.2
Livestock & livestock products	24.6	0.3	0.2	*
Other agricultural products	7.4	0.3	0.1	
Ag. services, forestry, & fisheries	4.9	0.3	0.4	0.1
Crude petroleum & natural gas	0.7	0.1	0.1	*
Maintenance & repair construction:	0.8	0.1	*	*
Flour & other arein will medicate	1 6			
Flour & other grain mill products	1.5	5.3	*	*
Rice milling	17.7	0.3	0.1	
Wet corn milling	0.7	0.5	0.4	11.6
rec com milling	1.4	1.8		
Bakery products	*	20.3	*	*
Other food & kindred products:	0.1	0.3	*	
Paper & allied products:	0.4	0.4	*	ж
Chemicals etc:	0.8	0.1	*	×
Petroleum refining & related prod:	0.8	0.1	0.1	*
Machinery, except electrical:	0.1	*	*	*
Transportation & warehousing:	0.9	0.2	%	*
Communications & utilities:	0.4	0.1	*	*
Wholesale & retail trade:	0.4	0.1	×	*
Finance, insurance, real estate, & rental.:	0.4	0.1	*	*
Lodging, personal, & business services:	0.5	0.2	*	*
Imports	0.8	0.1	*	*
All other:	0.2	×	*	*
* * * * * * * * * * * * * * * * * * *				

<sup>\*</sup>Less than 0.05-percent response.

increase in final-market deliveries of livestock and livestock products, bakery products, wheat exports, and rice exports.

By reading down the columns of the table, the reader can see what corresponding percentage change would be required in other sectors as a result of a 20-percent increase in the final-demand market. For example, a 20-percent increase in total output of livestock and livestock products would result in a 1.8-percent increase in wheat production and a 4.7-percent increase in rye production. The largest increases would be experienced by producers of feed grains (corn, oats, barley, and sorghum) and by the prepared animal feeds sector. The reader can also compare increases among sectors. The increase in total output of livestock and livestock products would result in a 16.2-percent increase in corn production, compared with a 17.4-percent increase in oats output. Therefore, expanding livestock output would have a greater relative effect on the oats sector than on the corn sector. However, as data in table 7 show, the value of the total output adjustments for corn producers would be \$900 million, in contrast to only \$118 million for oats producers. Further comparison of relative impacts shown in table 11 with values shown in tables 7-10 reveals other interesting relationships.

By reading across a row in table 11, the reader can compare the relative effects of each of the four final-market increases in stimulating activity in a particular sector. Wheat production, for example, is more responsive to a 20-percent increase in wheat exports than it is to an equal increase in aggregate consumption of bakery products. This form of comparison is useful in assessing the probable impact of industry production forecasts on levels of output and resource use in other sectors.

# General Implications

Although the relative impacts presented in table 11 are based on a 20-percent increase in selected final markets, they may be used to estimate responses to any level of change in the four markets. Other market increases (or decreases) would exhibit linear relationships to the responses shown in table 11. For example, the table shows that wheat output would increase 1.7 percent when aggregate consumption of bakery products goes up 20 percent. Therefore, if bakery products were to increase only 10 percent, wheat output would grow about 0.8 percent in response.

This assumption of linearity, while somewhat restrictive, is basic to an input-output system. It rules out economies of scale and does not consider present levels of capacity utilization. Despite this restriction, however, the analysis provides broad implications for industry output and resource use.

The output responses detailed in table. 7-10 can be used to estimate approximate effects of changes in output on resource requirements. Data on manhours required per dollar of gross output can be applied to the appropriate total output adjustments to estimate the resulting change in labor requirements. Similar analysis is possible for any limited resource (fuel, water, or gas, for ample) or for total factor inputs (value-added categories). However, each vestigation would require additional simplifying assumptions, and probably justments, based on knowledge of the particular industries of interest.

Expanding markets for grain and grain food products will lead to a number of changes in firms engaged in grain production, processing, and marketing. The additional demand for these firms' output and services may require adjustments in both facilities and practices. Industries supplying inputs will also be affected.

A more complete evaluation of the effects of expanding markets is possible with knowledge of output levels attainable under present capacity utilizations and resource availabilities. For a particular sector of interest, present production capabilities can be compared with output adjustments indicated through the input-output framework. Comparisons of this nature yield insights into possible adjustments in number of producing units, capacities, demand for resources, and factor inputs. These types of analyses, while providing fruitful areas for investigation, are beyond the scope of this study.

Appendix table 1.--Economic sectors of a 1967 transaction table, related to SIC industry codes

Industry number & title	
	July codes (1967 edition)
Za. Wheat	
2c. Rice	
5. Livestock & livestock products	0113, pt. 0119
	Pt. 02, pt. 072
	0192, 0199 at 02 pt. 0113, pt. 0119), 012, pt. 014,
	723, pt. 0729, 074, 081, 082, 557, 552
9. Nonferrons metal care	1011, 106
10. Coal mining	5, 108, 1
Crude Detroleum & natural	
	141, 142, 144, 145, 148, 149
15. Maintenance & repair construction	138, pt. 15, pt. 16, pt. 17, pt. 6561
	1
	F
repared animal feeds	2041, 2043, 2045
25 Kice milling	2402
	2046
	205
	209
	202 202 202
	21, 202, 203, 206, 207, 208
45. Broad & narrow fabrics and yarn &	17
- 1	ç
26. Misc. textile goods and floor coverings	227, 229
	225, 23 (excluding 239), 3992
30. Furniture and fixtures	ተ2 ንጉ
	Ü,

31. Paper and allied products	26
32. Printing and publishing	27
	281 (excluding alumina pt. of 2819), 286, 287, 289, 283-285
34. Plastics and synthetics	
35. Petroleum refining & related prod.	29
	30
37. Leather tanning, etc.	31
38. Glass, stone, & clay products	32
39. Primary iron & steel mfg. & nonferrous	
mfg.	33, 2819 (alumina only)
Ĕ	34
41. Machinery, except electrical	35
42. Electrical equipment	36
43. Transportation equipment	37
44. Scientific instruments	38
45. Miscellaneous manufacturing	39 (excluding 3992)
	40, 41, 42, 44, 45, 46, 47
47. Communications & utilities	48, 49
48. Wholesale & retail trade	59 (excluding manufacturers sales offices), 52-59, pt. 7399
49. Finance, ins., real estate, & rental	60-67 (excluding 6541 & pt. 6561)
50. Lodging, pers., & business services	
	81, 89 (excluding 8921)
51. Research & development	
-	78, 79, 0722, 7361, 80, 82, 84, 86, 8921
55. State & local Govt. enterprises	
57. Misc. industries	1
58. Government (general)	•
59. Rest of world	1
60. Household industry	

Source: Executive Office of the President, U.S. Bureau of the Budget, Standard Industrial Classification Manual, 1967 edition.

Appendix table 2.--Interindustry transactions, 1967  $\underline{1}/$  (In millions of dollars at producers' prices)

-					
Industry number & title	H	2a	2b	2c	3a
1. Cotton					
		}			i
		100			<b>!</b>
		!			}
3a. Corn	!	<b>;</b>	!		ł
		1			14
3c. Barley		-			)     
		1			
,		<b>!</b>			<b> </b>
		,			1
<ul> <li>Other agricultural pro</li> </ul>		406			486
		<u> </u>			
· Iron & ferroalloy ores		118			167
		1			; ;
. Coal mining		ł			;
leum & natur		-			;
12. Stone & clay mining		1			
. Chemicals & fertilizer		7			26
14. New construction		7			0 0 1 3
,_		!			 
		58			148
		!			
		1			1
		!			!
	!	<u> </u>			ı
	;	-			i
. Misc. food and kindred	!	1		ĺ	1
	<u> </u>	1			1
· Tobacco manufactures	1	!			ļ
25. Broad, narrow fabrics varn thrond will	1	!	!		ł
` ₹	!	-			j
. Apparel					
	,	1	;		!
29. Lumber and wood products	<b>⊣</b>	ł	1	ᆸ	ന
30. Furniture and fixtures		1	1	1	н
			-	<u>.</u>	1

Paper and allied products Printing and publishing Chemicals, etc. Plastics and synthetics Petroleum refining and rel Rubber and misc. plastic p Leather tanning, etc. Glass, stone & clay produc	 123  46 10 1	115 115  104  3	*    *  *	*   57   74   75   75   75   75   75   75	353 353 305 58 1
40. Fabricated metal products 41. Machinery, except electrical 42. Electrical equipment	12 2	288	*k	7 9 7	22 81 81
ŀ	2 27	4	*	1   1	100
	36 66 348 64	33 90 493 136	7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7	20 108 30	200 309 981 355
	1 1 1 1 1 1 3 3 3 3 3 3 3 3 3 3 3 3 3 3	0 H H W	*       *	7	233
58. Government (general) 59. Rest of world 60. Household industry		! ! !		4 1 1	27 
Intermediate inputs, total Value added Total	1,167 304 1,471	1,772 763 2,535	38 5.5	302 152 454	3,611 1,945 5,556

\* Less than \$500,000.

 $\frac{1}{2}/$  A row represents the industry's distribution of goods and services to the industries designated in the head of the columns. Hence, a column shows an industry's purchases from other industries.

Appendix table 2.--Interindustry transactions, 1967 1/--continued (In millions of dollars at producers' prices)

3d 4 5 6	54	$\begin{array}{cccccccccccccccccccccccccccccccccccc$	9
3b 3c		135 16  135 71  135 71  137 12  14 3  15 11  16 11  17 12  18 11  19 11  19 11  10 11  11 11	
Industry number and title	. Cotton . Wheat . Rye . Rice	Livestock products Livestock products Ltural products  forestry & fisheries alloy ores  atal ores  tum & natural gas  mining ertilizer minerals ion repair construction cessories grain mill products al feeds Ling  Lindred products  Ling  Lin	Misc. fabricated textile prod.  Misc. fabricated textile prod.  Lumber and wood products  First textile prod.

31. Paper and allied products 32. Printing and publishing 33. Chemicals, etc. 34. Plastics and synthetics 35. Petroleum refining and related prod. 36. Rubber and misc. plastic products 37. Leather tanning, etc. 38. Glass, stone & clay products 39. Primary iron & steel mfg. & nonferrous mfg.	37 37 8 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9 9	* *   <sup>2</sup> 9   * *   <sup>2</sup> 3	+ + 6 + 6 + 9 + 2	38 3 127 24	17 126 166 166 48 5	5 511  223  55
Fabricated metal products Machinery, except electric Electrical equipment Transportation equipment Scientific instruments Miscellaneous manufacturir	7 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	1 4   1	12 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	34 4 4	76 9 8 1 18	20 90 12 23
	11 10 32 102 37	8 7 73 73 26	17 15 47 149 54	23 19 93 275 157	827 228 1,185 601 196	186 217 217 466 618 320
52. Auto repair 53. Amusements, med. & educ. services 54. Federal Govt. enterprises 55. State & local Govt. enterprises 56. Gross imports 57. Misc. industries 58. Government (general) 59. Rest of world 60. Household industry	1 1 3   * * 5	10	*	7 1 7 7 7 9 9	205 4 4 307 22	664 664 1720 1720 1730 1730 173
Intermediate inputs, total Value added Total	492 187 <b>679</b>	325 147 472	598 304 902	1,410 1,545 2,955	21,969 8,691 30,660	4,798 8,283 13,081

\* Less than \$500,000.

 $\frac{1}{2}$ / A row represents the industry's distribution of goods and services to the industries designated in the head of the columns. Hence, a column shows an industry's purchases from other industries.

Appendix table 2.--Interindustry transactions, 1967  $\underline{1}/\text{--continued}$  (In millions of dollars at producers' prices)

c	7 8 9 10		1	<b>!</b>	<u> </u>	1				!	!		† 	9]	54 315	5	 !				!	<u> </u>	;		 	1			28	11			8		
Industry number & title	Industry number & title	Cotton	Wheat	Rye Bers	ALCE	Corn	Oats	Barley	Sorghum	Oil bearing crops	Divestock & livestock products	ucts	Ton & ferrollow of isheries	Nonferrous metal orac	Coal mining	Crude petroleum & natural gas	Chemicals & fertilizer minerals	New construction	Maintenance & repair construction Ordnance & acressories	<u></u>	Prepared animal feeds		Wet corn milling	Bakery products	Misc. food and kindred products	Uther food and kindred products		Misc. textile goods and significations.	שודם פחחתם שוויים		l textile	l textile products	Apparel Misc. fabricated textile prod. Lumber and wood products Furniture and fixtures	l textile products extures	<ul> <li>Apparel</li> <li>Misc. fabricated textile</li> <li>Lumber and wood products</li> <li>Furniture and fixtures</li> </ul>

Paper and allied products Printing and publishing Chemicals, etc. Plastics and synthetics Petroleum refining and relate Rubber and misc. plastic products Leather tanning, etc. Glass, stone & clay products Primary iron & steel mfg. & r Fabricated metal products Machinery, except electrial Electrical equipment Transportation equipment Scientific instruments Miscellaneous manufacturing Transportation & warehousing Communications & utilities Wholesale & retail trade	29 24 24 24 14   20  4 4 4 4 8 18 31	17 12 1 1 30 33 36 182 182 28	1 55 10 6 8 75 75 1 1 1	28 28 28 25  6 39 31 11 14 11 16  6 94 94	229 69 14 77 229 69 69 69 111 111 111 111 111 111 111 1	53 3 56  100 319 74 74 74 10 10 10 186 186
49. Finance, ins. real estate & rental 50. Lodging, pers. & business services 51. Research & development 52. Auto repair 53. Amusements, med. & educ. services 54. Federal Govt. enterprises 55. State & local Govt. enterprises	126 166 3	135 12 1 1 1	88 16 1 1 1 1 1	106 20 1 3 3	2,524 640  24 14	223
56. Gross imports 57. Misc. industries 58. Government (general) 59. Rest of world 60. Household industry	7	729	426	17	1,569 253	437
Intermediate inputs, total Value added Total	1,728 1,772 3,500	1,395 213 1,608	1,280 714 1,994	1,130 1,538 2,668	6,798 8,170 14,968	2,450 2,817 5,267

1/A row represents the industry's distribution of goods and services to the industries designated in the head of the columns. Hence, a column shows an industry's purchases from other industries.

Appendix table 2.--Interindustry transactions, 1967  $\underline{1}/\text{--}\text{continued}$  (In millions of dollars at producers' prices)

Industry number & +1+10	;					
5	13	14	15	16	17	8
		1	i			2
2a. Wheat	-			ļ		
2b. Rye	!			' ;	!	†
2c. Rice	-			<b>!</b>	758	43
	-			<b>!</b>	11	}
1				;	!	ł
				!	107	387
					32	39
4. Oil bearing crons	-				4	32
livestock brodu	-			<b>!</b>	9	138
6. Other agricultural products					!	;
7. Ag. services, forestry & fighteria		1			1	
4	1			<b>!</b>		11
	!			<b> </b>	!	1
10. Coal mining	1			}	<u> </u>	1
Pitt & matireal				<b>!</b>	!	!
12. Stone & class minds	2		1	!	2	;
•	· 19			<b>!</b>		     
•	57			!	-	ľ
				!	1	רו ר
1). Maintenance & repair construction				ł	ļ	<b>n</b>
٠		-	- 1	16		;
٠	<u> </u>			71	77	17
•	1			: 	, ,	{
	<u> </u>			ļ	n c	200
	!			ļ	C &	394
	!	-		1	0 1	7
· Misc. food and kindred produ	!			1		29
Other food and kindred	<b>}</b>			1	7 7.2.1	"
LE .				ļ	101	800 <b>'</b> ⊤
Broad, narrow fabrics, v				<u> </u>	200	229
· Misc. textile goods and				<b>!</b>	:	1
· Apparel	-			-	-	;
				ł	1	
29. Lumber and wood products	1	!	4 	<u></u>	1	+
30. Furniture and fixtures		` '		10 10	" <b>,</b>	72
	<b> </b>			†	,	t    -

31. Paper and allied products	80	384	81	97	160	74
	1	6	H	16	7	m
	36	664	1,119	30	2	177
34. Plastics and synthetics	1	ļ	.	ļ	;	· • • •
35. Petroleum refining and related prod.	10	1,116	424	19	<b>~</b> 1	'n
	7	408	87	247	-	1
37. Leather tanning, etc.		ł	1	ł	ţ	ł
roduc		5.032	760	34	!	!
	24	3,663	657	567	}	ł
40. Fabricated metal products	!	7,400	1,148	177	9	116
41. Machinery, except electrical	77	1,226	95	1,123		
42. Electrical equipment	7	1,897	371	069	7	-
	2		1	1,732	}	· ¦
	1	262	22	247	ļ	;
	!	104	59	25	٣	2
	89	2.640	435	122	535	177
•	71	435	72	110	37	62
Wholesale & retail trade	29	5,663	1.574	263	233	776
Finance, ins. real estate	24	928	121	123	17	t 67
	11	4,088	96	147	203	) Q ) S
51. Research & development	ţ.	1	-		1	
52. Auto repair	1	392	33	;	18	25
	<u> </u>	77	13	11	ო	9
54. Federal Govt. enterprises		1	1	7	Н	C <sup>*</sup>
	!	15	2	2	Н	
	158			87	12	21
	12	375	63	197	18	24
58. Government (general)	1	ł	ţ	1	ŀ	1
59. Rest of world	}	;	ł J		!	;
60. Household industry			-	-	1	1
Intermediate inputs, total Value added Total	610 503 1,113	42,400 32,654 75,054	7,923 16,240 24,163	6,087 3,510 9,597	2,739 1,495 4,234	3,968 1,402 5,370

 $\frac{1}{2}$  A row represents the industry's distribution of goods and services to the industries designated in the head of the columns. Hence, a column shows an industry's purchases from other industries.

Appendix table 2.--Interindustry transactions, 1967  $\underline{1}/--$ continued (In millions of dollars at producers' prices)

Industry number & title	19	20	21	22	23	24
1. Cotton						
2a. Wheat	!	ľ	1	208	1	<u>i</u>
2b. Rye	1	ł		1	2	!
2c. Rice	1 6	!	1	}	s)	ì
3a. Corn	389	ł	!	1	,	-
3b. Oats	-	235	1	4	58	;
3c. Barley	[	ļ	<b>!</b>	}	1	
3d. Sorghum	;	!		1	105	}
	!	!	-	!	7	1
5. Livestock & livestock products	<u> </u>	ľ.	7	1,561	166	}
· Other agricultural products		1	1	63	20,196	}
7. Ag. services, forestry & fisherias	i	5	53	159	2,658	1,114
· Iron & ferroalloy ores	!	<u> </u>	1	30	363	
9. Nonferrous metal ores		;	ļ	<u> </u>	1	1
10. Coal mining	<u>!</u>	¦		i F	!	ļ
leum & natural oa	:	2	-	9	33	F
	<u> </u>	i		}	1	1
13. Chemicals & fertilizer minerals	!	ļ	1	2	1	;
	<del> </del>	<u> </u>	1	1	ന	1
	<u>,</u>	!	¦ ;			!
16. Ordnance & accessories	7	4	42	33	221	!
17. Flour & other grain mill products	<b>i</b>	!		ľ		
	<u> </u>	, α	1,068	69	199	;
19. Rice milling	!	<del>.                                    </del>	!	6	34	!
20. Wet corn milling	!	;	!	!	30	ļ
		77	63	47	290	;
. Misc. food and kindred produc	   	! "	121	!	 	
Other food and kindred	!	۲ ر د د	232	1,090	218	7
Tobacco manufactures	; 	OT	853	245	8,830	35
Broad, narrow fabrics, varn	<b>!</b>	¦	1	1	Ħ	1.303
26. Misc. textile goods and floor coverings	-	1	1	-	11	)   
Apparel	i	!	1	}	<del></del> 1	
28. Misc. fabricated textile prod.	23		7	12	39	1
29. Lumber and wood products	7 -	<u>,</u>	   	νί	19	}
30. Furniture and fixtures	·	-1   	^ <b>!</b>	/ 5	ထ္ထ	11
	•			<u> </u>	1	ŀ

	<b>б</b> Н	ধন (	200	196	1,135	156
		xo	22	153	275	14
	!	ļ	1	m	38	12
35. Petroleum refining and related prod.	-	<del></del> f	65	264	99	e
	-		55	96	76	12
37. Leather tanning, etc.	ļ	1	1	1		!
roduc	1	-		67	826	-
Primary	ł	1	22	9	21	8
metal products	-	1	82	329	2,039	19
	-	-	1	S	23	
	1	1	7	13	30	7
43. Transportation equipment	}	1	1	1	ŀ	ŀ
44. Scientific instruments	}		ļ	ļ	}	1
45. Miscellaneous manufacturing		-	2	S	29	œ
	67	57	153	909	2,584	98
	m	12	118	164	644	13
	41	40	299	645	1,810	85
Finance,	7	10	138	107	732	27
	8	8	398	304	2,101	402
51. Research & development	-	†	H		9	
	ᠻ	7	79	67	334	m
	}	H	13	10	70	8
	!	1	77	7	25	13
55. State & local Govt. enterprises	1	2	·S	'n	28	<b>'</b>
	1	21	19	195	2,458	7
57. Misc. industries	7	9	67	9	357	12
58. Government (general)	1	1	1	}	ł	!
59. Rest of world	1	1	<b>!</b>	!	ł	;
60. Household industry	1	;	;	}	ł	;
Intermediate inputs, total	534	484	4,211	6,889	49,347	3,386
	562	838	7,627	10,829	68,389	7,086

 $\frac{1}{2}$  A row represents the industry's distribution of goods and services to the industries designated in the head of the columns. Hence, a column shows an industry's purchases from other industries.

Appendix table 2.--Interindustry transactions, 1967  $\underline{1}/-$ -continued (In millions of dollars at producers' prices)

ated prod.  1,803 895 337	s, etc.  magained and related and misc. plastic productioning and related and misc. plastic productioning atc.			1	7.7			
1,803   895   337	and synthetics m refining and related and misc. plastic produc		344	18	06	7	148	149
Rubber and misc. plastic products  Rubber and misc. plastic products  Leather tanning, etc.  Glass, stone & clay products  Frabricated metal products  Machinery, except electrical  Flabricated equipment  Transportation equipment  Scientific instruments  Miscellaneous manufacturing  Transportation & warehousing  February  Addition & warehousing  Francolaneous manufacturing	m refining and related ind misc. plastic productioning at		1,803	895	337	, 	80 C	ro š
Leather tanning, etc.   Leat	tod misc. præstre product temping etc	prod.	44	202	77	132	203	264
Class, stone & clay products   46   8       Class, stone & clay products   12   4   2     Primary iron & steel mig. & nonferrous mig.   12   4   2     Fabricated metal products   20   6   37     Machinery, except electrical   138   5       Electrical equipment   8         Transportation equipment   6   5     Miscellaneous manufacturing   32   41   569     Transportation & warehousing   592   192   313     Communication & warehousing   500   500     Communication & warehousing   500     Communication & warehous		 	<u> </u>	, ,	1 7 7	10.t	י ר	107
Primary iron & clay products   12   4   2     Primary iron & steel mfg. & nonferrous mfg.   12   4   2     Machinery, except electrical   138   5       Electrical equipment   8         Transportation equipment   5     5     Miscellaneous manufacturing   32   41   569     Transportation & warehousing   592   192   313     Transportation & warehousing   500   500     Transportation & warehousi			t 47	4 Q	7	-1 -1 -1 -1 -1	۲.	190
Fabricated metal products	stone & clay products		1 F	0 <	,	,	- G	200
Machinery, except electrical       138       5               5        5        5        5       5        5        5        5        5        5        5        5        5       5         5         5         5         5         5         5         5	iron & steel mig. & non led metal products	rerrous mrg.	20	4 40	37	. 11	132	431 516
Electrical equipment	y, except electrical		138	5		2	53	77
Transportation equipment          4          5           Scientific instruments          5          5           Miscellaneous manufacturing         32         41         569           Transportation & warehousing         592         192         313           Communication & warehousing         502         192         313	al equipment		80	i	1	1	28	25
Scientific instruments5Miscellaneous manufacturing3241569Transportation & warehousing592192313Communication & unitation27, 25	tation equipment			7	]	7	9	10
Miscellaneous manufacturing         32         41         569           Transportation & warehousing         592         192         313           Communications         511         512         52	ic instruments		 	<b>!</b>	S	14	1	17
Transportation & warehousing 592 192 313	nneous manufacturing		32	41	569	71	19	64
Communications E. 1141410	tation & warehousing		592	192	313	95	761	198
COMMINITIES 04 04 703	Communications & utilities		344	99	265	33	160	116
. Wholesale & retail trade 664 247 1,041	le & retail trade		999	247	1,041	182	518	411
Finance, ins. real estate & rental 248 92 660	, ins. real estate & ren	tal	248	92	099	74	194	162
283 58 491	, pers. & business servi	ses	283	58	491	43	122	173
Research & development	ι & development		7	1	-	1		1
Autorepair 3 8	eir .		13	m	œ	7	120	18
Amusements, med. & educ. services 5 41	its, med. & educ. service	· ·	22	Ŋ	41	7	14	11
Federal Govt. enterprises 12 5 48	Govt. enterprises		12	υ	48	5	7	<b>4</b>
2 2	local Govt. enterprises	1	7	2	2	2	7	2
Gross imports 864	nports		605	583	864	45	926	78
227	ndustries		87	87	227	33	86	77
ral)	ent (general)		1	!	1	ŀ	1	!
Rest of wor	world		1	ļ	1	1		;
	ld industry.		-	ţ	1	-	1	ļ
Intermediate inputs, total 13,913 3,956 19,468 3,202 Value added 11,284 1,377 Total 4,976 30,752 4,579	inputs, total		13,913 4,970 18,883	3,956 1,020 4,976	19,468 11,284 30,752	3,202 1,377 4,579	8,698 3,599 12,297	4,639 3,583 8,222

 $\frac{1}{2}$  A row represents the industry's distribution of goods and services to the industries designated in the head of the columns. Hence, a column shows an industry's purchases from other industries.

Appendix table 2.--Interindustry transactions, 1967 1/--continued (In millions of dollars at producers' prices)

industry number & title	31	32	33	34	35	
1. Cotton					)   	95
2a. Wheat	¦	ļ				
2b. Rve	!	Ì	!	1	ļ	!
		! <b>!</b>	10	1	ļ	!
		1	1	1	1	ļ
1		ļ ·	1	ļ	ŀ	ł
	+	!	2	ł	;	1
	!	1	1			
	¦ —	1	!		ļ	i
		1	-	<b>!</b>	!	}
5. Livestock & livestock products	1	1	1	ľ	[	ł
6. Other serie: Trues 1	!	1	7	1	-	!
A contraction products	ļ		1- 6			;
'. Ag. services, forestry & fisheries	i	l i	78	1	\ \ \	
Tron & ferroalloy ores	· 	<b>!</b>	30	1	ļ	;
	<u> </u>	1	122	[	ı	ļ
		1	116	1	۱ ا	!
Leum & natural	102	!	110	7.7	1.0	; i
12. Stone & clay mining	<u> </u>	•	97		27 67	ΩŢ
13. Chemicals & Fartilian minoria	62	1	2 [	<b>!</b>	12,030	<b>!</b>
	23	ł	100	l j	92	14
	1	!	900	;	<b>⊢</b> †	15
16 of intellegance & repair construction	-61	7.4	!	ļ	ł	1
		4/	77	57	36	1.5
Flour & other gr	4	4	¦	<b>!</b>	i	
Prepared animal feeds	!	1	Н	;	1	ļ
19. Rice milling	!	1	10	!	ł	ļ
20. Wet corn milling	<u> </u>	!	}	ł	!	İ
	112	+	58	5	ļ	,
Ξ.		1	-			7
23. Other food and kindred products	20		579	33	7	<b>!</b>
	2	1	158	1	) 	¦
•	1	!	}		!	1
Mich toward and a	92	2	. *	<b>!</b>	ł	P 
	27	31	- t	x) i	-	305
		1	t ,	2	;	1,017
	4 / 14 /	<b>)</b>	9 1	7	7	39
	ָרָ רְּ	, 	73	!	2	
30. Furniture and fixtures	1,141	Ν 6	88	7	m	24
	า	×	!	1	ļ	. 4

31. 1	Paper and allied products	6,416	3,780	975	624	131	172	
33. (	Chemicals, etc.	190 614	2,440 313	7,670	3.341	828	42 716	
		186	; ;	1,065	276	24	2,346	
36.	Rubber and misc. plastic products	318	28	3418	187	1,0/0/	36 [(]5	
		en I	7	? !	1 1	; 	7.5.5 7.5.5	
	Glass, stone & clay products	94	1	777	7	54	152	
	Primary iron & steel mfg. & nonferrous mfg.	29	25	808	4	4	59	
	Fabricated metal products	253	41	856	33	460	2.29	
	Machinery, except electrical	125	83 	366	38	7	98	
	Electrical equipment	34	22	37	14	11	52	
	Transportation equipment	-	28	2	1	ļ	36	
	Scientific instruments	12	101	79	28	7	28	
	Miscellaneous manufacturing	20	58	20	7	11	71	
	Transportation & warehousing	1,036	390	1,458	355	1,608	402	
	Communications & utilities	576	517	1,141	163	586	287	
		849	489	1,176	180	256	502	
	& rent	327	1,193	926	147	44.1	295	
	Lodging, pers. & business services	372	1,317	2,225	169	684	509	
	Research & development	7	1	54	29	11		
	Auto repair	23	27	58	'n	34	νO	
	Amusements, med. & educ. services	26	28	73	10	26	17	
54. 1	Federal Govt. enterprises	20	131	79	38	07	12	
55.	State & local Govt, enterprises	21	<b>6</b>	14	2	10	4	
56. (	Gross imports	1,556	103	730	153	1,206	245	
57. 1	Misc. industries	434	554	579	22	57	149	
58.	Government (general)	}	!	1	;	1	}	
59. I	Rest of world	1	1	}	!	!	!	
60. I	Household industry	-	1	1	1	:	+	
Intern Value Total	Intermediate inputs, total Value added Total	15,486 7,515 23,001	11,820 9,482 21,302	24,842 13,206 38,048	5,963 2,600 8,563	21,011 4,161 25,172	8,452 5,435 13,887	

 $\frac{1}{2}$  A row represents the industry's distribution of goods and services to the industries designated in the head of the columns. Hence, a column shows an industry's purchases from other industries.

Appendix table 2.--Interindustry transactions, 1967  $\pm$ /--continued (In millions of dollars at producers' prices)

	Industry number & title	37	38	39	70	41	42
4	Cotton		ť				
23.	Wheat		<b>n</b>	!		<b>¦</b>	!
4		1	!	<b>!</b>		1	1
· 17 6	Ny C	i	ļ	;	ļ	!	ł
	Rice	1	1	¦	}	1	1
e C	Corn	!	!	1	ł	i	!
35.	Oats						
3c.	Barley	ł	}	ł		ł	 
3d.	Sorghum	¦		ı	<b>!</b>	[	
4.	Oil bearing crops	;	!	ļ	ļ	!	<u> </u>
3		α	!	ļ	1	]	}
9	Other apricultural products		1				-
			<b>!</b>	i l	i	!	!
- c	As services, Iorestry & fisheries	⊣	1	!	1	Q,	1
	tron & terroalloy ores	II I	16	1,329	1	2	12
	Nonferrous metal ores	!	7	1,365	7	·	13
		2	89	708	7	13	10
11.	Crude petroleum & natural gas	1	1	1			
12.	mining /	!	895	103	7	0.1	
13.	Chemicals & fertilizer minerals	⊣	33	14	¦	<b>ì</b>	!
14.	New construction	1	}	; 	1	}	}
15.	Maintenance & repair construction	}	<b>\</b> 0	217	76	9	; 
16.	Ordnance & accessories			2	4	12	177
17.	Flour & other grain mill products	1	4	!		<u> </u>	† F
18.		1	H	}	!		
19	Rice milling		!	i	ł	]	!
20	Wet corn milling	က	1	14	}	}	;
21.	Bakery products						}
22.	kindred	1	ť	ł		,	!
23.	Other food and kindred products	268		;	ł	1	ļ
24.	manufactures	· 	1	!			<b>!</b>
25.	S	693	22	76	-		<u> </u>
26.	extile goods and	50	۳ ا	10	12		26
, ,	Apparel	21	ιΩ	33	31	45	77
, 6 2 2 3	Misc. tabricated textile prod.	႕ [	'n	σ	9		
30.	Lumber and wood products Furniture and fixtures	37	113	55	184	119	110
		-1	٥	4	64	23	361

31. Paper and allied products 32. Printing and publishing 33. Chemicals, etc.	84 21 106	664 27 485	161 57 572	330 48 321	189 32 167	612 40 40
34. Plastics and synthetics 35. Petroleum refining and related prod	- m - c	146	211	791 791	28 204	26.8 80.8 80.8
	257	153	143	210	591	860
37. Leather tanning, etc.	1,282	2	1	6	20	19
. Glass, stone & clay products	18	1,770	580	285	353	761
	Н	82	12,016	•	6,143	
40. Fabricated metal products	34	207	1,190	1,719	2,147	2,209
41. Machinery, except electrical	Τ	26	1,0,7	1,539	6,293	٠.
	∞	77	977	524	2,607	-
		7	105	379	1,073	332
	13	13	23	202	188	689
_	16	35	45	85	116	79
	88	1,019	2,503	735	731	766
	50	750	1,821	498	772	622
Wholesale & retail trade	133	501	1,643	1,172	1,843	1,941
Finance, ins. real estate	87	341	099	569	972	746
50. Lodging, pers. & business services	167	340	6.1.1	608	1,031	1,927
51. Research & development		e	39	7	25	101
	ന	55	27	58	54	20
	7	18	54	38	51	55
54. Federal Govt. enterprises	13	18	29	28	45	101
55. State & local Govt. enterprises		18	28	6	7	7
56. Gross imports	367	458	3,331	277	1,273	1,110
57. Misc. industries	33	216	1,861	418	722	897
58. Government (general)	!	1	1	1	1	ŀ
59. Rest of world	¦	ł	1	1		!
60. Household industry		-				1
Intermediate inputs, total Value added Total	3,334 2,037 5,371	8,817 6,878 15,695	33,375 16,698 50,073	21,182 14,337 35,519	27,987 25,122 53,109	28,006 18,278 46,284

1/ A row represents the industry's distribution of goods and services to the industries designated in the head of the columns. Hence, a column shows an industry's purchases from other industries.

Appendix table 2.—Interindustry transactions, 1967  $\underline{1}/$ --continued (In millions of dollars at producers' prices)

	Industry number & title	43	77	45	46	47	48
, <u>-</u>	Cotton						
2a.		1	9	ŀ		}	1
2b.		ļ	1	! !	5	ł	1
2c.			<b>!</b>	!	*	1	!
3a.	Corn	-	- 1	1	гH	1	
ار د	Op+c	}		-	20	}	1
		1	1	1	<b>p</b>	1	
, , , ,		1	1	1	7	1	-
; -		1	ļ	1	П	ŧ	1
• •	Timesting Crops	ł	1	ŧ I		;	}
; ·	LIVESTOCK & LIVESTOCK products		!	1	-	;	ļ
، ف	Other agricultural products		;	11	9	ı	
•	Ag. services, forestry & fisheries	!	;	'n	F	1	747
× •	Iron & ferroalloy ores	į	1		·	ł	; 
9	Nonferrous metal ores	1	2	1		7	.
음	Coal mining	35	ım	Н	28	V 23	ľ
Ξ.	Crude petroleum & natural gas	-				1000	
12.		}	;	ļ	,	LOC. 1	\ 
13.	Chemicals & fertilizer minerals	;	ļ	-	۷ ۲-	1	o
14.		-	. !		4		i i
15.	Maintenance & repair construction	198	7	7.6	1 575	1 227	980
16.	Ordnance & accessories	765	80	,,	21067	17761	200
17.	Flour & other grain mill products	r } !	) 	- ¦		¦ ¦	אַס
18.	1 1 2	}	1	ł	; ;	;	າຜ
19.	Rice milling	-		}		}	} -
20	Wet corn milling	1	1	1	l   	ł	7 6
21.	Bakery products	1	1	-	ς.		198
22.	kindred product	ł	2	14	34	;	38
23.	Other food and kindred products	!	23	}	73		451
24.	Tobacco manufactures	1	}	2	:   	<b>¦</b>	! ! \( \( \tr
25.	Broad, narrow fabrics, yarn thread mills	110	55	157	80	7	14
26.	Misc. textile goods and floor coverings	206	12	59	20	7	39
		75	7.7	15	ĸγ	I I	84
782		363	2	13	22	13	70
9.0	Lumber and wood products Furniture and fixtures	266	Φ (	171	33	7	243
) )	י בריין היים ידטיניין היים היים היים היים היים היים היים ה	T43	67	7.7	ļ	1	42

31. Paper and allied products	267	211	541	53	39	1,301
	45	7	43	98	164	343
	454	224	165	109	17	388
	141	21	221	1	m	5
ı	187	1.7	27	1,824	361	1,110
36. Rubber and misc. plastic products	1,760	113	350	358	24	617
	19	14	113	7	1	
Glass, stone & clay products	844	138	56	12	35	36.7
	7,350	206	658	109	131	98.
-	4,659	313	282	73	235	344
	3,643	364	79	207	20	447
	3,052	676	152	210	283	326
45. Iransportation equipment	17,362	194	31	611	Q,	405
	791	199	14	38	!	144
45. Miscellaneous manufacturing	110	45	507	63	36	185
	1,652	152	181	3,269	693	780
	930	112	131	750	7.454	5.296
wholesale & retail trade	2,316	439	561	1,217	425	2.436
Finance, ins. real estate & renta	770	198	256	2,638	809	10,222
	1,884	392	303	847	874	8,540
	54	7	ŀ	!	##	
	34	5	17	1,295	75	1.654
	16	11	11	79	537	344
Federal Govt.	98	12	15	61	542	1,367
55. State & Local Govt. enterprises	15	!	2	921	3,646	567
	1,690	967	822	1,470		
	489	203	134	241	277	3,112
	1	!	ŀ	;	}	! ! ! ! !
59. Rest of world	1	!	}	ļ	ŀ	i
60. Household industry	1	ł		!	ł	
Intermediate inputs, total Value added Total	52,674 27,894 80,568	5,782 4,701 10.483	6,170 3,480 9,650	18,409 34,046 52,455	20,186 35,659 55,845	42,829 112,216 155,045
						•

\* Less than \$500,000.

 $\frac{1}{2}$ / A row represents the industry's distribution of goods and services to the industries designated in the head of the columns. Hence, a column shows an industry's purchases from other industries.

Appendix table 2.--Interindustry transactions, 1967 1/--continued (In millions of dollars at producers' prices)

	Industry number & title	67	50	51	52	53	54
-	Cotton	165	ł	1	. !	;	428
2a.	Wheat	445	}	1	{	}	09
2b.	Rye	10	-	!		ļ	н
2c.	Rice	39		-	;	<u> </u>	*
3a.	Corn	130	1		1		30
3b.	Oats	117	1	<b>\</b>	-	1	9
30.	Barley	79	}	!	1	1	*
3₫.	Sorghum	96	!	1	1	ļ	6-
4.	Oil bearing crops	172		1	1	{	}
7	Livestock & livestock products	1,245	-			13	-
ø.	Other agricultural products	346			-	20	ო
7.	Ag. services, forestry & fisheries	13	!	!	}	5	<b>!</b>
∞	Iron & ferroalloy ores	∞	<b>¦</b>	1		1	7
σ.	Nonferrous metal ores	œ	ļ I	1	1	!	-
10	Coal mining	21	35		12	-	69
11.	Crude petroleum & natural gas	172	!	2	1	l t	-
12.		13	ļ	}	:	<u> </u>	<b>!</b>
13.	Chemicals & fertilizer minerals	2		į	;	ŀ	<u> </u>
14.	New construction	1	ŀ	1	ļ	l I	ļ
15.	Maintenance & repair construction	9,100	80	-	152	1,370	25
16	Ordnance & accessories	ന	1	798	<b>¦</b>	!	l l
17.	Flour & other grain mill products	m	1	<u> </u>		52	114
18.		7	∞	<b>¦</b>	1	61	 
19.	Rice milling		1	1	!	7	67
20.	Wet corn milling		1.2	-	1		1
21.		·Λ ;	1	1	!	10	! !
22.	Misc. food and kindred products	14		2	ļ ļ	25	28
23.	Other food and kindred	72	1	9	;	158	277
24.	Tobacco manufactures	m	1	1	{	ŀ	1
25.	Broad, narrow	23	169	2		3	!
26.	Misc. textile goods and floor coverings	42	53	5	23	45	- 1
27.		39	142	2	-	65	-
28.	Misc. fabricated	58	242	9	29	75	7
29.	Lumber and wood products	70	~		<u> </u>	Ŋ	!
30.	Furniture and fixtures	9	20	1	<b>\</b>	ł	†

31. 32.	Paper and allied products Printing and publishing Chemicals etc	220 620	338	16	9 5 6	186	58 61	
34.	Plastics and synthetics		1 1	100	  -   0	1,001 	! !	
35	Petroleum refining and related prod.	629	340	32	36	120	10	
36.	Rubber and misc. plastic products	162	210	56	423	124	2	
37.	Leather tanning, etc.	10	10	1	ì	23	2	
38.	lay produc	40	79	2	195	10	22	
90,	Primary iron & steel mfg. & nonferrous mfg.	47	30	31	1	!	-	
40.	metal products	37	42	99	163	35	2	
₹₹.		194	1,430	605	172	9	2	
47	Lectrical equipment	84	586	1,757	239	42	2	
4,	Transportation equipment	79	70	2,663	1,407	34	14	
† t	Screntific instruments	23	909	283	26	701	;	
40.	Miscellaneous manufacturing	56	740	18	m	210	;	
40, 10,	Transportation & warehousing	1.160	353	7	128	299	1,585	
. 4/	Communications & utilities	2,197	5,413	ιΛ	413	1,646	211	
o c	trade	1,924	1,279	20	606	801	105	
4 r V C	ins. real estate	18,358	3,344	36	884	4,612	98	
200	Lodging, pers. & business services	5,224	2,318	47	293	2,054	133	
	kesearch & development	¦	1	1	!	74	2	
52.	Auto repair	374	410		234	1.04	7.9	
53.	Amusements, med. & educ. services	477	78	1.072	13	3.274	- 1	
54.	Federal Govt. enterprises	788	818	1	5	: 25   	9	
3	State & local Govt. enterprises	726	36	}	31	22	. 6	
56.	Gross imports	!			1	234		
57.	Misc. industries	897	696	30	150	1,074	102	
58.	Government (general)	1	1	ł	<b>!</b>	,	i	
59.	Rest of world	!		}	}	}	1	
	Household industry	1	ļ		;	}	¦	
intern Value	Intermediate inputs, total Value added	47,038	27,702	7,571	6,058	19,152	3,611	
Total		160,726	62,185	9,425	12,298	56,597	3,081 7,292	

\* Less than \$500,000

1/4 a row represents the industry's distribution of goods and services to the industries designated in the head of the columns. Hence a column shows an industry's purchases from other industries.

Appendix table 2.--Interindustry transactions, 1967  $\underline{1}/-$ -continued (In millions of dollars at producers' prices)

1. Cotton 2. Wheat 2. Wheat 2. Wheat 2. Wheat 2. Wheat 3. Cotton 3. Octs 3. Oc								
New control			55	56	57	58	59	09
Control   Wheat   Rive   Rive   Rive   Rive   Rive   Rive   Rive   Corn   Cor								
Wheat   Wheat   Corn   Corn   Corn     Corn	-i		!	Į.	<b>!</b>	Į.	<b>!</b>	
Rye   Rich   R	2a.		-	1	-	-	!	
National Sorghum   National So	2b.		1	}	!	<b>;</b>	1 1	!
Corn	2c.		1	1	}	!	1	1
Dates   Dates	За.	Corn	!		1	-		1
Barley   Barley	3b.	Oats	1	•	1	-		1
Sorghum   Coll bearing crops   Coll bearing crops   Livestock & Livestock products   Coll bearing crops   Coll bearing crops   Coll bearing   Coll bearing     Coll mining   Coll mini	36.		!	1	!	!	1	1
Oil bearing crops	34.		1	}	1	<b>!</b>	! !	1
Investock & livestock products	4	Oil bearing		1	1	ŀ	;	
Other agricultural products	Ŋ	livestock produ	ł	ł	34	1		-
1. Ag. services, forestry & fisheries	9	Other agricultural products			103		-	}
1.   Iron & ferroalloy ores   1.   1.   1.   1.   1.   1.   1.   1	7.	Ag. services, forestry &	2		24	1	1	1
Nonferrous metal ores	œ	Lloy ores			1	ł	<b>\</b>	ł
Coal mining   116	9.	Nonferrous metal ores	{			-	-	ł
Crude petroleum & natural gas Stone & clay mining Chemicals & fertilizer minerals Chemicals &	10.	Coal mining	116	1	!			1
Stone & clay mining         ————————————————————————————————————	ļi	leum & natural g	33		1		1	<b>!</b>
Chemicals & fertilizer minerals	12.			1	1	1	-	<b>!</b>
New construction         2,104	13.	Chemicals & fertilizer minerals	1	1	i	1	ļ i	
Maintenance & repair construction         2,104	14.	New construction	1	ļ	ł	!	<b>!</b>	}
Ordnance & accessories          -3          88          88          88          88          88           88           88   <	15.	Maintenance & repair constr	2,104			L	-	
Flour & other grain mill products	16.	Ordnance & accessories		}	က		1	1
Rice milling         — <t< td=""><td>17.</td><td>Flour &amp; other grain mill pr</td><td>1</td><td>1</td><td>88</td><td>i</td><td>-</td><td>ļ.</td></t<>	17.	Flour & other grain mill pr	1	1	88	i	-	ļ.
Rice milling         —         6         —           Wet corn milling         —         —         —           Bakery products         —         —         —           Misc. food and kindred products         —         2         —         192           Other food and kindred products         —         —         2,948         —           Tobacco manufactures         —         —         2,948         —           Broad, narrow fabrics, yarn thread mills         —         —         —         124         —           Misc. textile goods and floor coverings         4         —         —         —         —           Apparel         Misc. fabricated textile prod.         —         —         —         —           Lumber and wood products         —         —         —         —         —           Furniture and fixtures         —         —         —         —         —	18.	Prepared animal feeds	1	1	<b>!</b>	}	!	<b>!</b>
Wet corn milling                    192         192         192         192         192         2,948         2,948         238         238          Misc, textile goods and floor coverings       4	19.	Rice milling	!	1	9	1	1	<b>!</b>
Bakery products         118        192        192        192        192        192        192         192         2,948         238        238         124         124	20.	Wet corn milling	1	1	1	1	1	
Misc. food and kindred products Other food and kindred products Other food and kindred products Tobacco manufactures Broad, narrow fabrics, yarn thread mills Misc. textile goods and floor coverings Apparel Misc. fabricated textile prod. Lumber and wood products Furniture and fixtures	21.	1	-	1	118	ł	}	!
Other food and kindred products  Tobacco manufactures  Broad, narrow fabrics, yarn thread mills  Misc. textile goods and floor coverings  Apparel  Misc. fabricated textile prod.  Lumber and wood products  Furniture and fixtures	22.	Misc. food and kindred	2	1	192	-	-	1
Tobacco manufactures  Broad, narrow fabrics, yarn thread mills  Misc. textile goods and floor coverings  Apparel  Misc. fabricated textile prod.  Lumber and wood products  Furniture and fixtures	23.	Other food and kindred		1	2,948	1		}
Broad, narrow fabrics, yarn thread mills  Misc. textile goods and floor coverings  Apparel  Misc. fabricated textile prod.  Lumber and wood products  Furniture and fixtures	24.		}	!	238	!	}	
Misc. textile goods and floor coverings 4 Apparel Misc. fabricated textile prod. Lumber and wood products Furniture and fixtures	25.	yarn	1	}	124		-	
Apparel Misc. fabricated textile prod. Lumber and wood products Furniture and fixtures	26.	1 f100	7	1	1	ł	<b>!</b>	ł
Misc. fabricated textile prod.  Lumber and wood products Furniture and fixtures	27.	Apparel	n	1	25	ŀ	1	ţ
. Lumber and wood products	28.	Misc. fabricated textile pr	1	ł	7	1	1	<b>;</b>
. Furniture and fi	29.		ļ 1	!	m	!	1	
	30.	Furniture and fixtures	<u> </u>	1	1	1		

!	!		:	-		\ \	<b>!</b>	!			;	<u> </u>		1														!	<b>!</b>		4,580	7
576	1,226	29	1	1.5	28	<b></b> 77		385			283			451		1		9		<b>!</b>		277				!	-	1	1 1		10 84,844	
. 7	19		-	67	10	!	2	۳	38	2	2	16	1		152	1,007	71	248	179	1	11		9					1		4,230	4,268	865,8
or bower and allied products	31. Faper and circum formal 32. Printing and publishing	33, Chemicals, etc.	34. Plastics and synthetics		Rubber and misc. plastic produ		_			ľ	Electrical						Wholesale & retail trade		Lodging, pers. & business				Federal Govt. enterprises	55. State & local Govt. enterprises	56. Gross imports					Intermediate inputs, total	Value added	Total

 $\underline{1}/A$  row represents the industry's distribution of goods and services to the industries designated in the head of the columns. Hence, a column shows an industry's purchases from other industries.

	Industry number and title	Total intermediate output	Final	Total output
H	Cotton	090 6	( )	
2а.		7,000	-589	1,471
25		ď	868	2,535
2c.		70	m	43
, n		197		454
<del> </del>	0.4+0	4,362	1,194	5,556
, (	טייים שייים שיים שייים שייים שייים שייים שייים שייים שייים שייים שיים שייים שיים שייים שייים שיים	683	7-	679
י י י	Verified ( )	077	32	472
a		764	138	902
	Ull Dearing Crops	2,138	817	2,955
ا	Other activities the crops	29,061	1,599	30,660
, ,	ij.	9,378	3,703	13,081
• a	The States, lorestry & lisheries	3,361	139	3,500
• •	Aron & refroatioy ores	1,608	-	1,608
,	Nonrefrous metal ores	1,890	104	1,994
		2,582	86	2,668
• <del> </del>	Urude petroleum & natural gas	14,786	182	14,968
12.	Stone & clay mining	2,370	2.897	5 267
13	Chemicals & fertilizer minerals	797	316	, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1,
14. 4.	New construction	1	75,054	75.057
	Maintenance & repair construction	18,664	5,499	24.163
17		1,764	7,833	9.597
7 d	From a other grain mill products	2,012	2,222	4.234
• • • •	rrepared animal reeds	4,260	1,110	5,370
	Kice milling	141	421	562
۶ ۲ اد	wet corn milling	734	104	838
	pakery products	457	7,170	7.627
22.		4,211	6,618	10,829
27.	g G	14,883.	53,506	68,389
1 4	Topacco manufactures	1,552	5,534	7.086
3/5	, narrow tabrics, yern th	18,424	459	18,883
70.	Misc. textile goods and floor coverings	3,227	1,749	4.976
. / 7		6,058	24,694	30.752
82. 83. 83.	Misc. fabricated textile prod.	2,103	2,476	4,579
28.	Lumber and wood products	11,824	473	12,297
30.	Furniture and fixtures	1,545	6,677	8,222.

23,001	21,302	38,048	25.172	13,887	5,371	15,695	50,073	35,519	53,109	46,284	80,568	10,483	59,65	ν τ. Σ. τ. Σ. τ.	155,045	160,726	62,185	9,425	12,298	56,597	7,292	8,498	 16	84.844	4.580	4,292			1,510,826	•			
1,738	14,218	250	12,412	4,137	3,59I	1,974	1,112	70,32/	30,136 26,966	2000	5,122	5,585	13,663	18,554	114,421	15 788	0 101	7,101	7,50,00	2,836	2,319	-26,671		•	δ.	4,292		788,798					
21,263	23,830	8,313	0 750	1,780	13,721	48,961	28,192	22,313	21,318	26,941	5,361	4,065	30,192	167, 15 40, 624	59,877	46,397	324	5,951	7,191	4,456	6,179	T/9°07	ָ סְׁיוֹ		1		722,028						
31. Paper and allied products 32. Printing and publishing		. Petroleum refining and rel		37. Leather tanning, etc.	Glass stone, & clay product:		metal products	41. Machinely, except electrical	43. Transportation equipment			46. Transportation & Warehousing			Finance, ins. real estate & r	Lodging				- 1	. Gross imports			59. Kest or world		Tottor and interest to the state of the stat	tirputa,	Total					

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